



TECHNOLOGY TRANSFER PROGRAM (TTP)

FINAL REPORT

FACILITIES AND INDUSTRIAL ENGINEERING

FACILITIES and
INDUSTRIAL ENGINEERING
EXECUTIVE SUMMARY

Prepared by:

Livingston Shipbuilding Company
in conjunction with:
IHI Marine Technology Inc.

April 30, 1981

Report Documentation Page				Form Approved OMB No. 0704-0188	
Public reporting burden for the collection of information is estimated to average 1 hour per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to Washington Headquarters Services, Directorate for Information Operations and Reports, 1215 Jefferson Davis Highway, Suite 1204, Arlington VA 22202-4302. Respondents should be aware that notwithstanding any other provision of law, no person shall be subject to a penalty for failing to comply with a collection of information if it does not display a currently valid OMB control number.					
1. REPORT DATE 30 APR 1981		2. REPORT TYPE N/A		3. DATES COVERED -	
4. TITLE AND SUBTITLE Technology Transfer Program (TTP) Facilities and Industrial Engineering Executive Summary				5a. CONTRACT NUMBER	
				5b. GRANT NUMBER	
				5c. PROGRAM ELEMENT NUMBER	
6. AUTHOR(S)				5d. PROJECT NUMBER	
				5e. TASK NUMBER	
				5f. WORK UNIT NUMBER	
7. PERFORMING ORGANIZATION NAME(S) AND ADDRESS(ES) Naval Surface Warfare Center CD Code 2230 - Design Integration Tools Building 192 Room 128-9500 MacArthur Blvd Bethesda, MD 20817-5700				8. PERFORMING ORGANIZATION REPORT NUMBER	
9. SPONSORING/MONITORING AGENCY NAME(S) AND ADDRESS(ES)				10. SPONSOR/MONITOR'S ACRONYM(S)	
				11. SPONSOR/MONITOR'S REPORT NUMBER(S)	
12. DISTRIBUTION/AVAILABILITY STATEMENT Approved for public release, distribution unlimited					
13. SUPPLEMENTARY NOTES					
14. ABSTRACT					
15. SUBJECT TERMS					
16. SECURITY CLASSIFICATION OF:			17. LIMITATION OF ABSTRACT SAR	18. NUMBER OF PAGES 88	19a. NAME OF RESPONSIBLE PERSON
a. REPORT unclassified	b. ABSTRACT unclassified	c. THIS PAGE unclassified			

PREFACE

This document is a summary of a report on Facilities and Industrial Engineering resulting from the Shipbuilding Technology Transfer Program performed by Livingston Shipbuilding Company (LSCo) under a cost-sharing contract with the U. S. Maritime Administration.

This summary provides a condensation of the findings and conclusions of Livingston's study of the practices currently in use in the shipyards of Ishikawajima-Harima Heavy Industries Co., Ltd., (IHI), of Japan. Livingston gratefully acknowledges the generous assistance of the IHI consulting personnel and of all the IHI personnel in Japan who made this study possible.

For details concerning the Technology Transfer Program or of the information contained herein, please refer to the full Final Report on this subject.

TABLE OF CONTENTS

<u>TITLE</u>	<u>PAGE NO.</u>
INTRODUCTION	1-1
General	1-1
FACILITIES CAPABILITIES AND CAPACITY	1-3
LSCoFacility Study	1-3
IHI Production Improvement Suggestions	1-7
Comparison Analysis	1-7
IHI Facility Analysis and Comparison	1-8
LSCo/IHI Aioi Facilities Comparison	1-12
PRODUCTION METHODS	1-16
Hull Construction	1-16
Mold Loft	1-16
Fabrication	1-16
Sub-Assembly	1-16
Assembly	1-16
Erection	1-24
Marking and Cutting	1-24
Panel Line	1-24
Sand Blasting/Shot Blasting	1-31
Outfitting	1-31
Pipe Fabrication	1-40
Zone Outfitting	1-44
Palletization	1-49

TABLE OF CONTENTS

<u>TITLE</u>	<u>PAGE NO.</u>
Welding Methods	1-51
One Sided Welding	1-56
Other Auto/Semi-Auto Welding Methods	1-56
Jigs and Fixtures	1-61
 FACILITY IMPROVEMENT PLAN	 1-70
Facility Information - LSCo and IHI	1-70
LSCo Market Projections	1-71
Review of Areas for Improvement	1-73
Steel Storage	1-76
Steel Preparation	1-76
Fabrication Shops	1-76
Assembly	1-76
Erection Areas	1-77
Outfitting Areas	1-77
Material Handling	1-77
Engineering Facilities	1-77
Warehousing	1-77
Long Range Plan	1-77
IHI Approach	1-81
Conclusion	1-82

EXECUTIVE SUMMARY

INTRODUCTION

GENERAL

The purpose of this study was to evaluate the IHI facilities, systems, concepts and work methods as they are applied in a Japanese working environment.

Industrial Engineering activities are not performed by a centralized group at IHI. Most of the traditional Industrial Engineering work is performed by the Staff Groups composed of Field Engineers within each of the production workshops.

Livingston and IHI personnel jointly examined the Livingston facilities which were compared to the IHI facilities to determine the most significant differences between the shipyards and the areas that would benefit most from a change in layout, additional space, new equipment or other facility improvement. A long-range plan was developed for Livingston which incorporated the facility improvement plans emanating from these studies. Livingston's findings and conclusions resulting from the studies of facilities and methods are documented throughout this report.

A series of appendices are included in Volume II of this report as an adjunct to the findings and conclusions presented herein. These appendices comprise data provided by IHI in the course of this program. The appendices are listed below:

- A. Significant Difference and Specific Production Areas
by Y. Mikami; November 5, 1979
- B. General View of LSCo, by T. Yamamoto; June 20, 1979
- c. Method Improvement (Welding), by Y. Kawanaka;
May, 1979 (Sections 2, 4, and 9)

- D. Pipe Fabrication, by E. Yamamoto; June, 1979
PF-9 (List of IHI Equipment)
PF-39 Section II (Explanation of Pictures of Equipment)
- E. Concept and Application of Pre-Outfitting, by S. Sato;
October, 1980, pp. 1-12, 32-43, and 51-55
- F. Ideal Approach for Mold Loft System in LSCo, by
K. Honda; April, 1979 HP-080, HP-079

FACILITIES CAPABILITIES AND CAPACITY

A study was conducted in early 1979 to document Livingston facilities, capacities and throughput rates and to establish a base-line for future comparison.

IHI examined Livingston's facilities and made a number of proposals for improvements. After empirical analysis of these recommendations, the ones compatible with Livingston's growth objectives and budget constraints were selected for further analysis.

Following the analysis of Livingston's facilities and alternative facility changes is an IHI facility analysis which documents facilities at the IHI-Aioi shipyard in detail. A comparison analysis of IHI's and Livingston's facilities illustrates differences between the shipyards.

LSCo FACILITY STUDY

Livingston's facilities were documented in the Facility Capacity and Capability Study completed July 31, 1979 which documents LSCo's facilities as they existed at the beginning of the Technology Transfer Program. The report measured throughput rates for the various facilities on the basis of production of a dry bulk carrier.

In general, the condition of the Livingston shipyard prior to implementation of the Technology Transfer Program can be characterized as follows:

- 1) The Facility Capability and Capacity Study summarized throughput rates for each area studied, as given below:

<u>FACILITY</u>	<u>THROUGHPUT RATE</u>
<u>Outfitting:</u>	
Pipe Shop	1.28 ships/year
<u>Steel Areas:</u>	
Shop 5 (N/C Machine)	1.40 ships/year
Transportation Equipment	1.80 ships/year
Assembly Areas: Fitters (Dept. 4)	1.79 ships/year
Assembly Areas: Welders (Dept. 6)	2.03 ships/year
Assembly Areas: Shop 5 (Dept. 5)	2.11 ships/year
Shop 6 (Current Panel Shop)	*1.98 ships/year
Shot Blast and Paint	2.00 ships/year
Sandblast and Paint	2.72 ships/year
Steel Storage	4.20 ships/year

*Current panel shop capacity was based only on construction of midship panel sections (Zone 1) due to efficiency, space and equipment limitations. Therefore, this figure actually represented midship sections per year. Additional capacity would permit construction of additional zones, including the deck house panels.

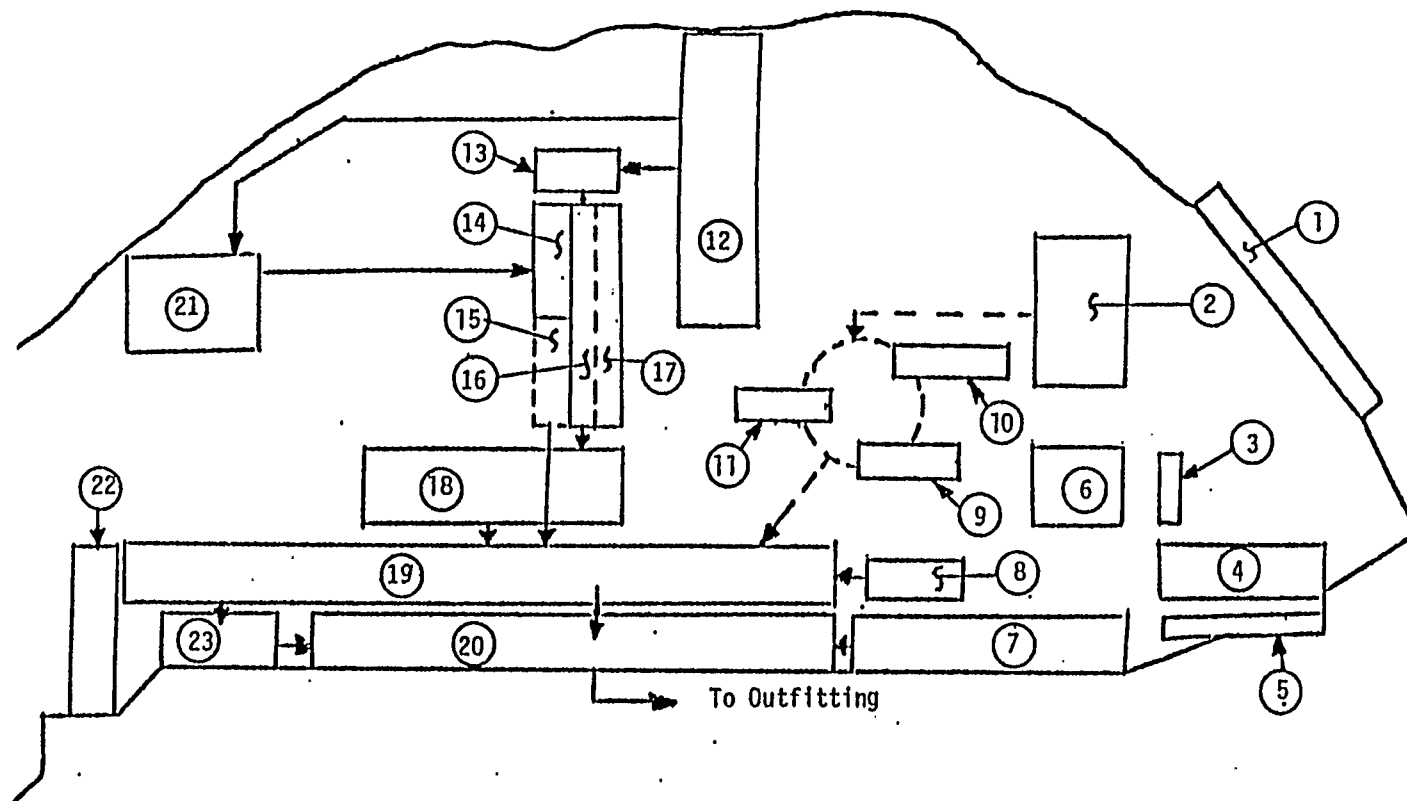
The above data indicated the constraining areas to be the N/C machine in Shop 5 for steel construction and the pipe shop in outfitting.

- 2) Units were fabricated and assembled on slab areas where space was available with no central planning of unit placement. Units were built where a location could be found. Space was not used to maximum effectiveness, nor was there an overall plan for an orderly flow of materials from fabrication to erection sites.

Figure 1-1, the LSCo layout prior to TTP, shows a general view of the facility layout and material flow. Figure 1-2 shows how the Gate System has been applied to the existing facilities arrangement.

- 3) Insufficient-and inadequate slab facilities were in existence.
- 4) No covered panel line was in existence.

1. OUTFITTING
2. WHSE & REC'G
3. ELECT.
4. ASSEMBLY
5. OUTFITTING
6. SUB-ASSEMBLY
7. ASSEMBLY
8. FAB SHOP
9. PIPE SHOP
10. MAINTENANCE SHOP
11. CARPENTER SHOP
12. STORAGE
13. SHOT BLAST
14. PANEL
15. SHOP
16. PLATE FAB
17. LONG'L FAB
18. SUB-ASSEMBLY
19. SUB-ASSY & ASSEMBLY
20. ERECTION/SIDE-LAUNCH
21. SAND BLAST
22. END LAUNCH
23. ASSEMBLY



GENERAL FLOW OF MATERIALS AT LIVINGSTON

FIGURE 1-1

GATE MAP

11-19-80
INDUSTRIAL
ENGINEERING
DEPT.

External Gates

60 Gulfport
61 Woodville

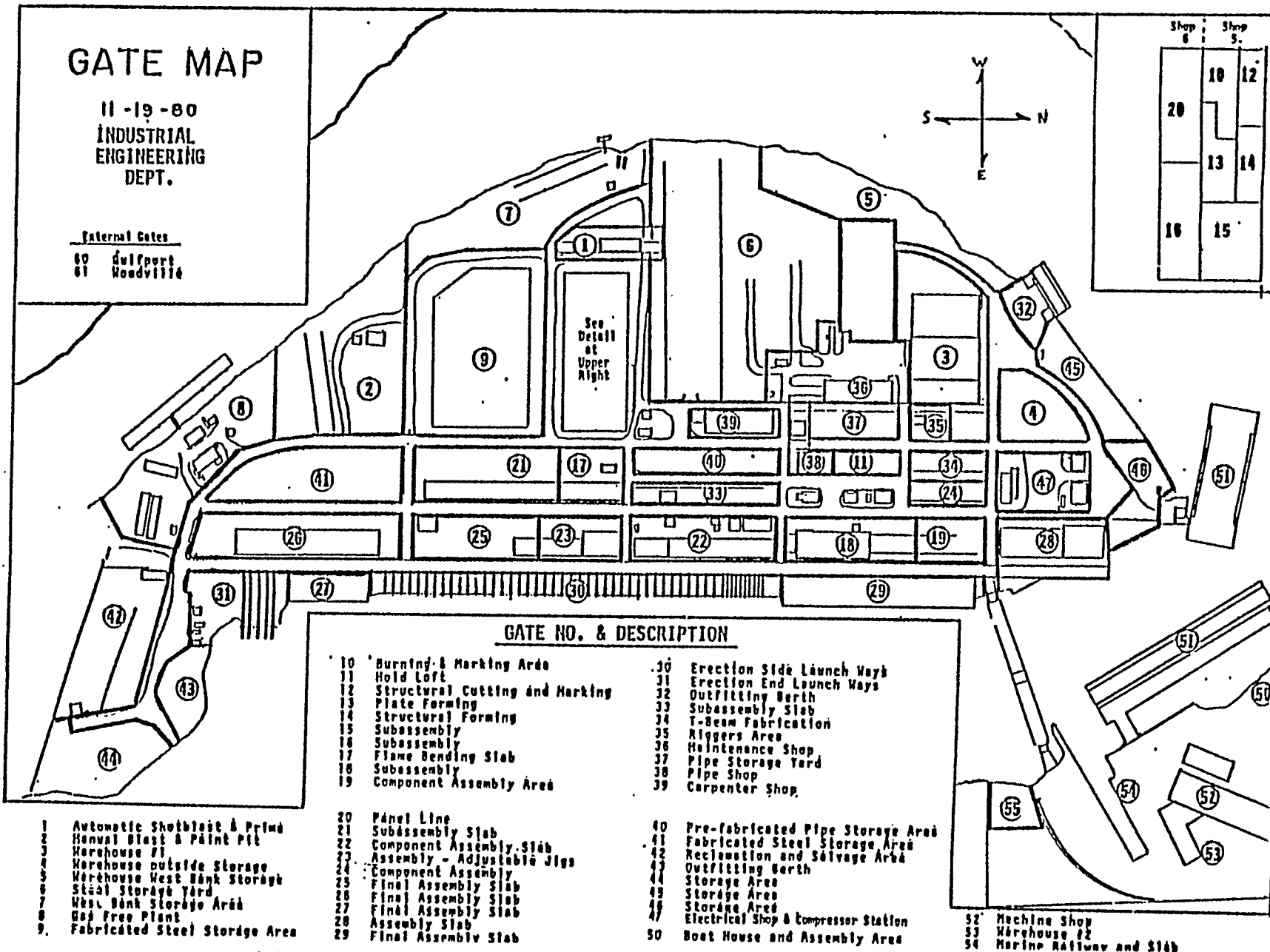
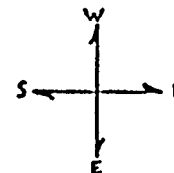


FIGURE 1-2

5) Shop layouts were not planned in an orderly fashion and consequently not conducive to efficient material processing resulting in substantial delays for craftsmen and material handling equipment and poor utilization of area for material storage and buffer storage.

6) Outfitting work was performed almost exclusively on-board.

No pre-outfitting or modular outfitting was attempted.

IHI PRODUCTION IMPROVEMENT SUGGESTIONS

IHI proposed the following improvements in the areas listed:

Mold Loft: Purchase N/C drafting machine.

Fabrication and Sub-assembly: Line marking rather than punch marking on the N/C burning machine; Increased size and plate turning capability on presses in Shop 5; Clearly defined sub-assembly line in a specific area.

Assembly: Panel line installation;
Adjustable curved unit assembly jigs;
Auxiliary lifting equipment on cranes.

Erection: Crane capacity limits size of units that can be built at LSCo;
Use higher ratio of automatic and semi-automatic welding methods;
Moveable scaffold units are more effective than conventional scaffolding.

General: Effective utilization of various jigs at every stage.

COMPARISON ANALYSIS

It is difficult, and not particularly meaningful, to make a simple comparison of overall facilities between the IHI and Livingston shipyards. Therefore, this report relates specific facility areas that IHI felt could most effectively benefit Livingston and other medium size U. S. shipyards in allocating available capital resources.

A major difference is that the IHI facilities are basically built into an assembly line operation in order to maximize throughput of any given machine or piece of equipment. Each operation is scheduled to deliver a specific quantity of product within a given period and depends on the preceding operation for prompt and continuous delivery. At Livingston the method of operation results from the philosophy of fabricating, assembling and erecting pieces as individually needed results in only short-term (or non-existent) facility planning, uneven work flow, inefficient use of equipment, and on-the-spot decision making.

To summarize the facilities listed in this report which underwent comparison and study, Figures 1-3 and 1-4 are provided.

IHI FACILITY ANALYSIS AND COMPARISON

For purposes of analysis and comparison, the IHI shipyard in the city of Aioi was selected because of its similarity in size to Livingston and other medium size U. S. shipyards. The Aioi yard is very well equipped with facilities and technologies found in few U. S. yards of comparable size.

The productivity of the Aioi shipyard is consistently high. Total production is currently at 6,000 metric tons per month with a total employment of about 2,700. During the shipbuilding boom these figures peaked at 12,000 tons per month and an employee complement of 4,000. These figures do not include employment and production from the large group of subcontractors which are also heavily involved with the IHI yards.

Figure 1-5 provides an overall view of the layout and material flow in the Aioi yard.

SUMMARY OF FACILITY COMPARISONS

<u>FACILITY</u>	<u>IHI-AIOI</u>	<u>LIVINGSTON</u>
1. Mold Loft	a) 1/10 Scale Drafting machine b) EPM system enlarges image to full size using precision optical projector	a) None b) None
2. Fabrication & Sub-assembly	a) 3 N/C burners (AIOI)=6,000-8,000 tons/mo. Cuts plates requiring high precision and repetition Line marking system b) Forms pieces by flame bending after machine bending c) 2 Web assembly areas: 1) straight line 2) special webs	a) 1 N/C burner=1,500-1,800 tons/mo. Cuts variety of plates Punch marking system b) Forms by mechanical means only c) No specified sub-assembly area for web frames, etc.
3. Assembly	a) 2 "flat plate" panel lines b) Adjustable curved unit assembly jigs ("pin" jigs) c) Assembly areas assigned for a unit according to pre-planned flow	a) Panels assembled on slabs b) Permanent, fixed-type jigs c) Assembly in available spaces determined by Production Superintendent
4. Erection & General	a) Portable scaffolding b) Units constructed in positions allowing high utilization of auto and semi-auto welding including one-sided welding	a) Conventional scaffolding b) Welding method prescribed by construction method. No one-sided welding
5. Outfitting	a) Pipe mass-produced in shop b) Pipe bending utilized c) High pre-outfitting, modular outfitting d) Pallets used extensively to transport materials	a) Pipe fabricated at erection site b) No auto bending- use fittings c) No pre-outfitting d) No palletization system

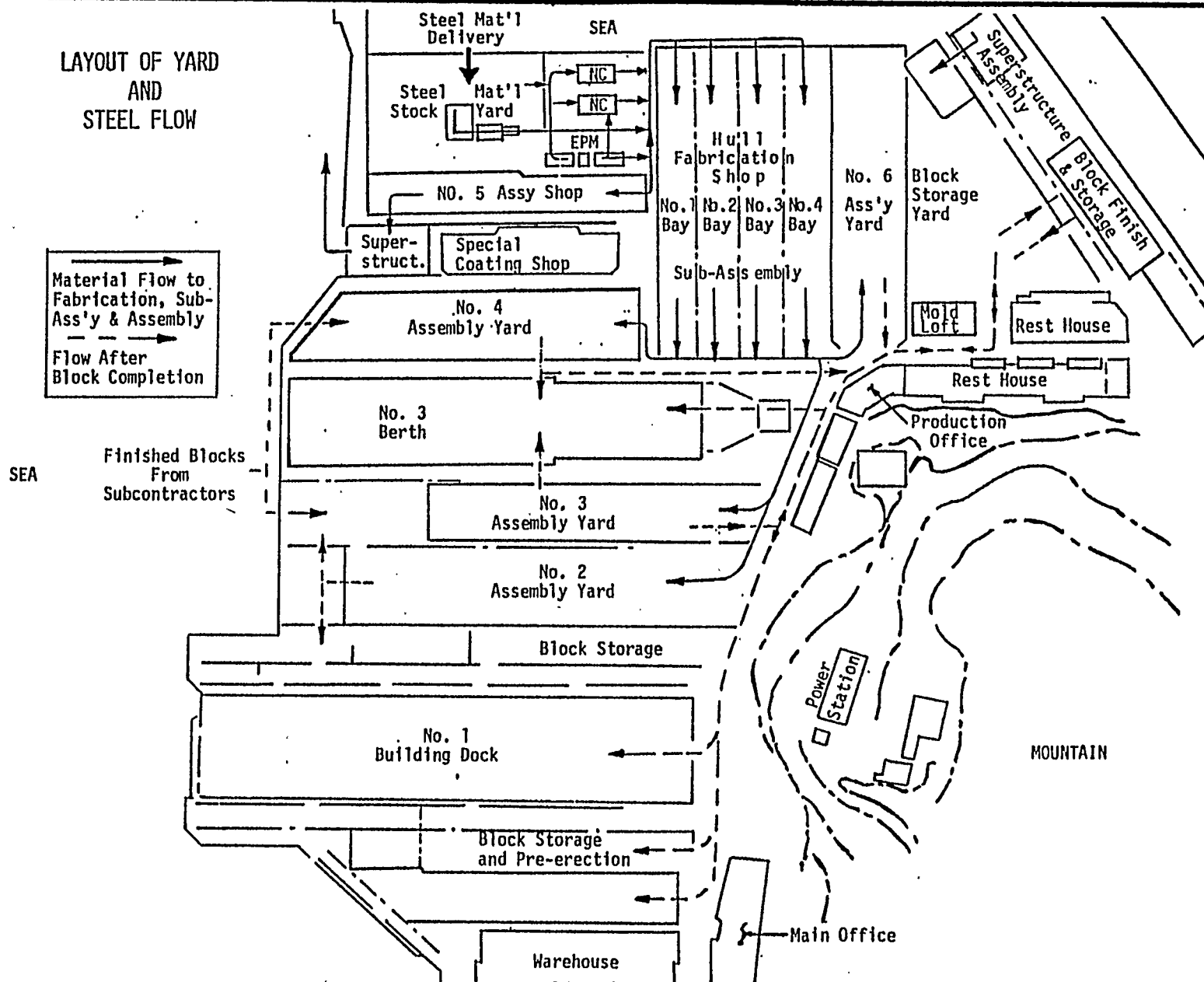
FIGURE 1-3

	<u>FACILITIES STUDY</u>	<u>PURPOSE OF STUDY</u>	<u>EXISTING CONDITION</u>	<u>DESIRED RESULT</u>
I. Mold Loft	-H/C Drafting machine	-To determine if machine could increase loft output, decrease loft time and improve cutting accuracy.	-Every new drawing or revision to a curved section must go through a manual drafting process. -Large scale templates and models are required in the mold loft.	-Decrease engineering time an estimated 15-20x of a manhours/contract. -Decrease mold loft manhours, estimated at 50l of manhours/contract.
II. Fabrication & Sub-assembly	-H/C Cutting machine	-To improve accuracy of cutting, utilization of the N/C cutter, and to increase output.	-inaccurate cutting, causing adjustment or repair. -Too much reliance (n H/C for detail parts. -Cutting speed - 14 In/min.	-Better accuracy -Full utilization or major cutting. -Cutting speed I 85 In/min.
	-Optical tracing machine	-Can it increase effective use of N/C burner by cutting detail parts?	-H/C machine cuts all size parts.	-Use N/C machine for major cutting, optical tracing machine for detail parts.
	-Flame bending	-Determine application of flame bending to forming shapes.	-Presses & rolls used for forming.	-Use of flame bending technique in a separate area to supplement forming operation by machine,
III. Assembly	-Panel Line	-Determine savings with panel production in covered area, assembly line fashion.	-Panels produced on outside slab areas.	-Increased throughput by enclosing the panel operation & establishing mechanized flow process.
	-Assembly Jigs	-Review application of adjustable Jig.	-Use of fixed jigs, useful only for one unit.	-Use an adjustable Jig to have application to all variable size jigs.
IV. Erection & General	-Scaffolding	-Compare cost of renting, building or buying scaffolding,	-Much scaffolding is rented, remainder is built.	-Duy scaffolding if it is economical.
	-Welding	-Review welding equipment & welding processes for improvements.	-Only two-sided welding in affect. -No thought given to build units with the intent of utilizing the most effective welding technique.	-Implement one-sided welding whenever possible, -Plan construction of units with welding procedure in mind.
V. Outfitting	-Pipe shop	-Study improvements to be gained through larger area, improved layout and better pipe fabrication system.	-Pipe shop not designed for large scale production-pipe fabrication performed at erection site.	-Efficient pipe fabrication and handling.
	-Pipe bender	-Determine use of automatic pipe bender.	-Curves in pipe achieved by cutting pipe & using ells & fittings.	-Bend pipe to eliminate use of fittings & save labor.
	-Palletization	-Determine savings by using pallets to transport materials,	-Materials transported individually by mobile crane. or on standard-size skids.	-Transport material in groups or pallets.

SUMMARY OF LSCo FACILITY STUDIES

FIGURE 1 - 4

LAYOUT OF YARD AND STEEL FLOW



IHI AIOI SHIPYARD
FIGURE 1-5

LSCo/IHI AIOI FACILITIES COMPARISON

A detailed comparison between IHI's Aioi shipyard and Livingston has been undertaken to show the IHI facilities at Aioi in contrast with Livingston, first near the beginning of the Technology Transfer Program in February, 1979, and again in April of 1980 at the end of the facilities study conducted under TTP Sub-task 4.1. The results of these comparisons are shown in the following data:

IHI - LSCo FACILITY COMPARISON

(Area - Ft²)

<u>Name</u>	<u>IHI</u>	LSCo (2/79)*	LSCo (4/80)
<u>Steel Storage</u>			
Plates	37,700	90,000	131,000
Structural	<u>17,500</u>	<u>55,000</u>	<u>102,000</u>
Total	55,200	145,000	233,000
Covered	-0-	-0-	-0-
<u>Fabrication Areas</u>			
Shotblast and paint	9,500	6,400	6,400
Marking	17,500	5,200	8,950
N/C Cutting	29,600	4,400	7,650
Manual cutting - plate	30,400	6,000	5,250
Manual cutting -structurals	5,300	6,000	6,000
Flame planer	8,400	3,200	1,950
Plate bending	17,750	10,450	21,400
Flame bending	17,750	6,000	6,000
Storage -fab. pieces	16,900	4,700	74,250
Sub-assy - flat pieces	48,000	10,000	24,400
Sub-assy - curved pieces	<u>30,600</u>	<u>45,200</u>	<u>49,700</u>
Total	231,700	107,550	211,950
Covered	231,700	62,300	64,250
<u>Assembly Areas</u>			
Panel line(s)	128,400	33,200	35,600
Flat panel-unit (assy & stg)	118,000	67,200	103,400
Curved unit (assy & stg)	72,800	14,800	14,800
Cubic unit (assy & stg)	65,200	16,600	16,600
Superstructure (assy & stg)	45,200	58,400	58,400
Pre-erection (unit-to-unit)	<u>40,500</u>	<u>12,800</u>	<u>12,800</u>
Total	470,100	203,000	241,600
Covered	318,800	8,200	15,600

Name	<u>IHI</u>	<u>LSCo (2/79)*</u>	<u>LSCo (4/80)</u>
<u>Erection (Launchways)</u>	188,200 (end)	94,000 (side)	94,000
	142,000 (end)	17,100 (end)	17,100
<u>Outfitting (areas not included above)</u>			
Module assembly	34,000		5,000
On-unit outfitting area	111,400	**	**
On-board outfitting wharf	64,350	6,000	6,000
Superstructure outfitting	37,200	**	**
Painting area	23,700	93,000	124,200
Pipe shop	59,500	8,400	8,400
Fabricated pipe storage	25,500	3,000	24,000
Misc. assembly - O/F	28,700	**	**
Deck outfitting	2,150	**	**
Accom. O/F and preparation	1,500	**	**
Machine shop	11,000	16,000	16,000
Propeller & shaft work area	1,600		
Painting workshop	2,650		
Other outfitting	<u>11,250</u>		
Total	414,500	126,400	183,600
Covered	145,700	24,400	24,400
<u>Warehousing & Supplies</u>			
Stock part warehouse	41,000	36,000	36,000
Small mach/accom supplies	39,000	77,000	128,500
Elect workshop & supplies	9,700	2,000	2,000
Oils and paints	27,700	1,600	1,600
Raw pipe, mist O/F steel	58,100	25,600	37,600
Scrap materials	14,000	40,000	40,000
Other	<u>24,550</u>		<u>13,000</u>
Total	214,050	182,200	258,700
Covered	137,850	39,600	50,100
<u>Total Ground Area (including Repair, etc.)</u>	<u>6,832,965</u>	<u>5,235,200</u>	<u>5,235,200</u>
<u>Total Utilized Area</u>	<u>1,715,750</u>	<u>875,250</u>	<u>1,239,950</u>
<u>Total Covered Area</u>	<u>834,050</u>	<u>134,500</u>	<u>154,350</u>

NOTES:

*Some data of individual process areas for LSCo on 2/79 are estimated where specific sites were not designated.

**LSCo outfitting areas are included as "assembly areas". IHI has some areas designated specifically for outfitting work, in addition to the fabrication and assembly areas where outfitting is also done.

IHI

Types of ships built: Bulk Carrier
Product Carrier
Tanker
Container Ship

Building	<u>No. 1 Building Dock</u>	<u>No. 3 Building berth</u>
	291.5m length	287m length
	60m breadth	46m breadth
	12m depth	
	95,000 gross tons	91,000 gross tons
	180,000 deadweight tons	164,000 deadweight tons

Quays:	<u>Length</u>	<u>Depth</u>
No. 1	240m	6m
No. 2	99m	5m
No. 4	250m	6m
No. 7	169m	8m
No. 8	169m	6m
No. 9	100m	7m
No. 10	100m	5m
No. 11	200m	6m
No. 12	340m	9m

The most significant improvements at Livingston during the Technology Transfer Program were in the following areas:

<u>Area</u>	<u>Additional Amount</u>	<u>Main Improvement</u>
Steel Storage	88,000 ft ²	Better arrangement, especially for storage of structural and for steel remnants.
Fabrication Areas	104,400 ft ²	Allocated space for flame bending process. Added designated space for fabricated steel storage. Improved utilization of shop space for sub-assembly.

<u>Area</u>	<u>Additional Amount</u>	<u>Main Improvement</u>
Assembly Areas	38,600 ft ²	Expanded steel fabrication shop to enclose panel line operations.
Outfitting Areas	57,200 ft ²	Added space for module assembly, fabricated pipe storage, and for painting of unit assemblies.
Warehousing	76,500 ft ²	Added space for storing supplies (covered building) and for raw pipe storage in racks.

A clearly significant portion of the IHI facility is covered. This provides the obvious benefits of stabilized production due to less dependence on weather factors, and allows easier compliance with the strict national pollution standards.

A percentage comparison of covered areas by each production stage, between current IHI and LSCo facilities is as follows:

<u>Area</u>	<u>IHI</u>	<u>LSCo</u>
1. Steel storage	0%	0%
2. Fabrication	100%	30%
3. Assembly	65%	6%
4. Launchways	0%	0%
5. Outfitting	35%	13%
6. Warehousing	<u>65%</u>	<u>19%</u>
Total (excluding 1 and 4)	62%	17%
Grand Total	49%	12%

PRODUCTION METHODS

The methods specifically covered in this section include: marking and cutting, panel line assembly, sand/shot blasting, zone outfitting including pre-outfitting and palletization, welding, and jigs and fixtures.

HULL CONSTRUCTION

The methods used in hull construction cover the range of processes from the mold loft to the erection stage. Process flow charts provided by IHI to describe these processes are shown on the following pages as Figures 1-6 through 1-12.

These processes are briefly explained as follows:

Mold Loft

The mold loft work is classified into three categories:

- 1) Panel
- 2) Longitudinal Frame
- 3) Internal Member
 - a) EPM Process
 - b) NC Process

Fabrication

The fabrication process is classified into four categories:

- 1) Panel
- 2) Internal Member
- 3) Angle
- 4) Built-up Longitudinal

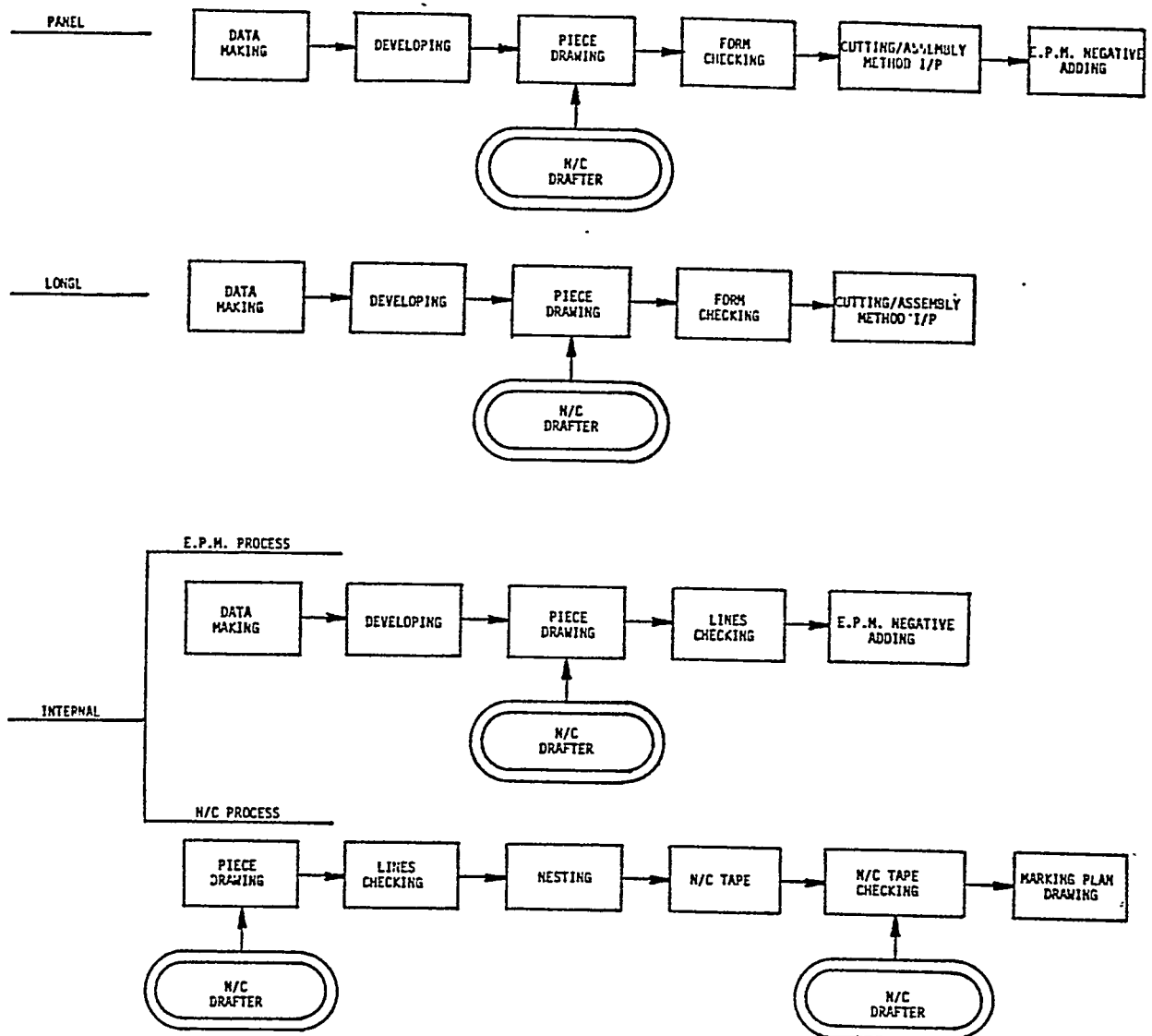
Sub-Assembly

Approximately one-third of the total assembly weight is produced at the sub-assembly stage in advance of the start of assembly work.

Assembly

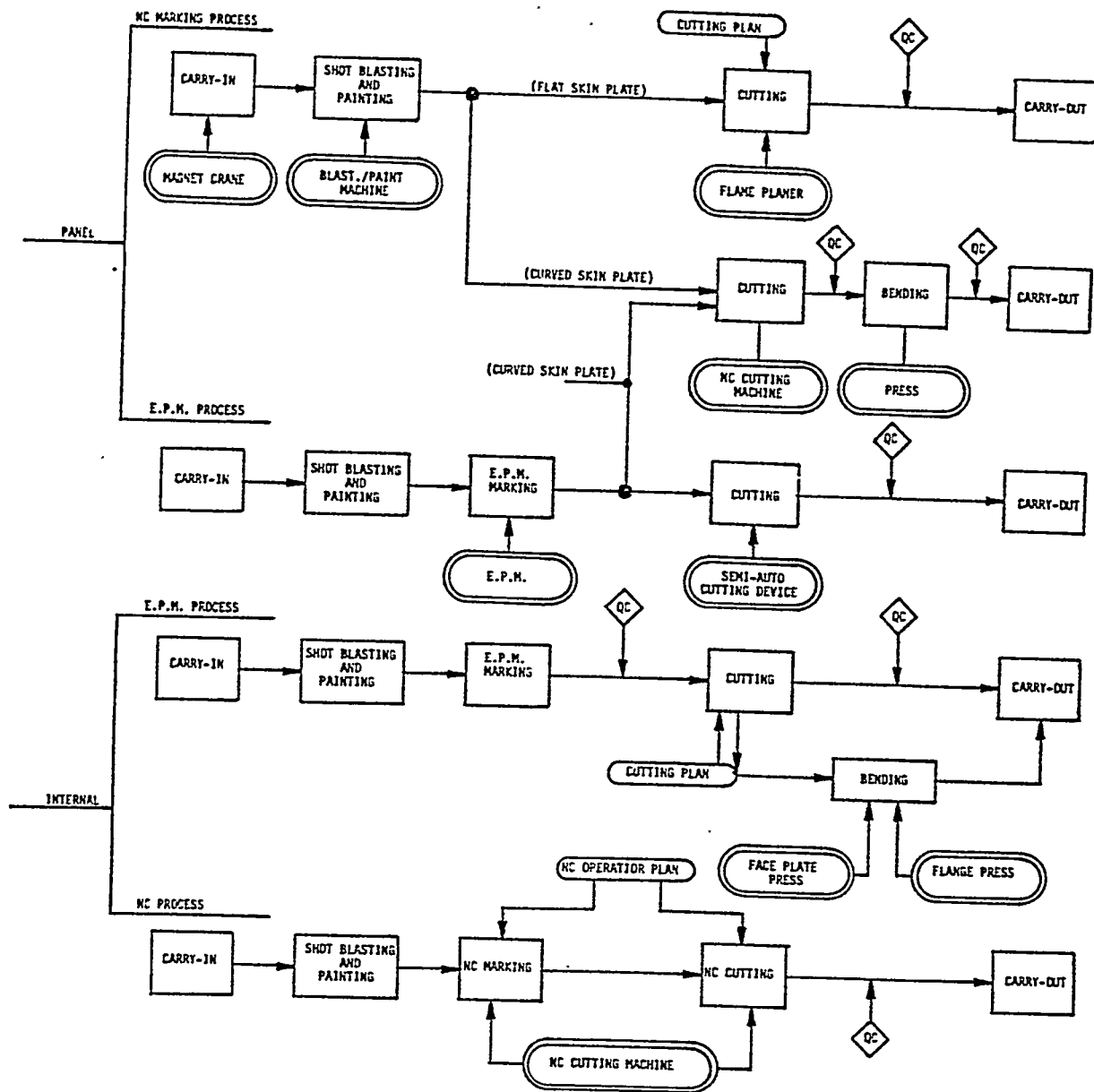
Assembly work is classified into three categories:

- 1) Panel Unit
- 2) Semi-Panel Unit
- 3) Curved Panel Unit



FLOW CHART OF MOLD LOFTING

FIGURE 1-6



FLOW CHART OF FABRICATION (1/2)

FIGURE 1-7

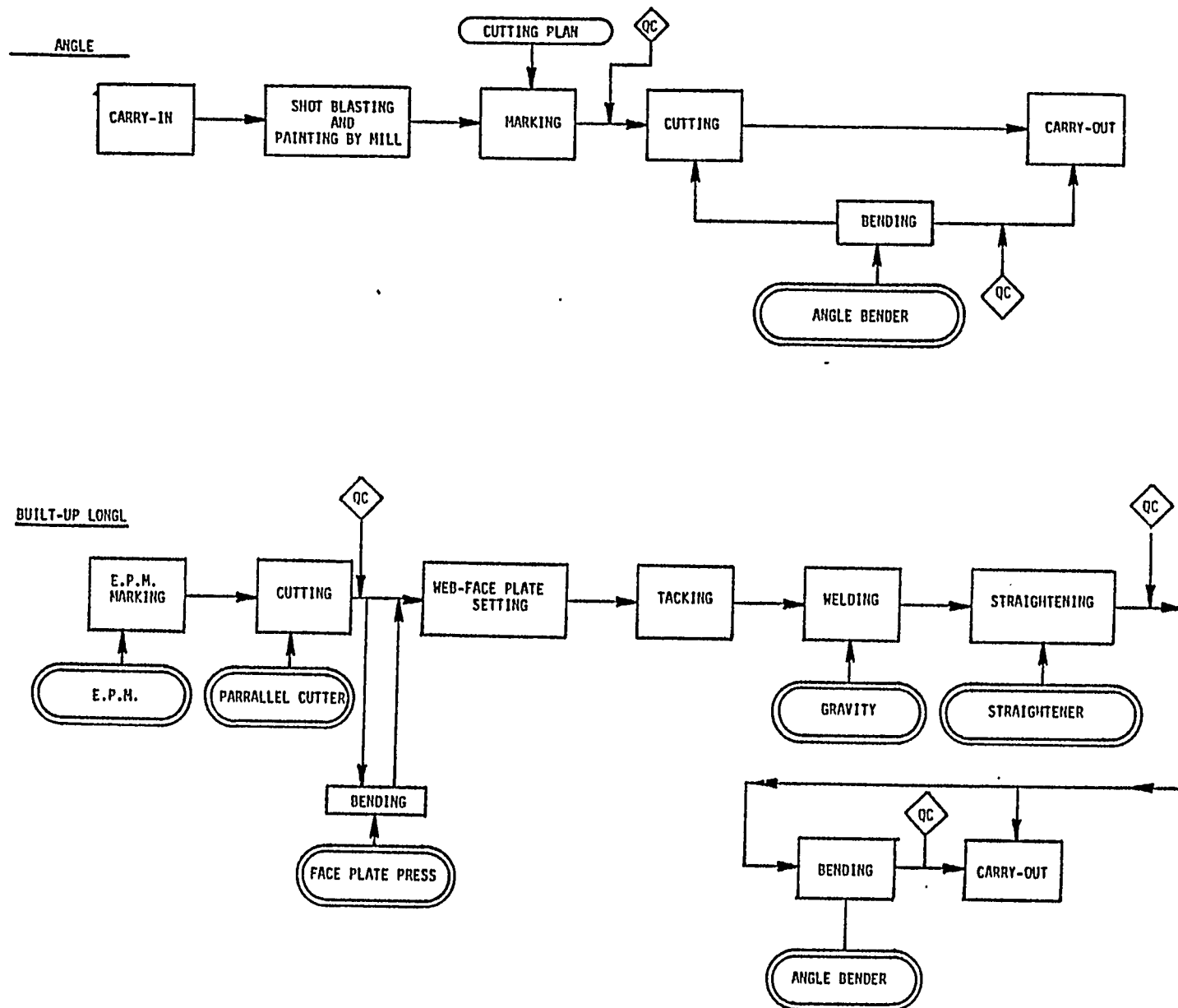
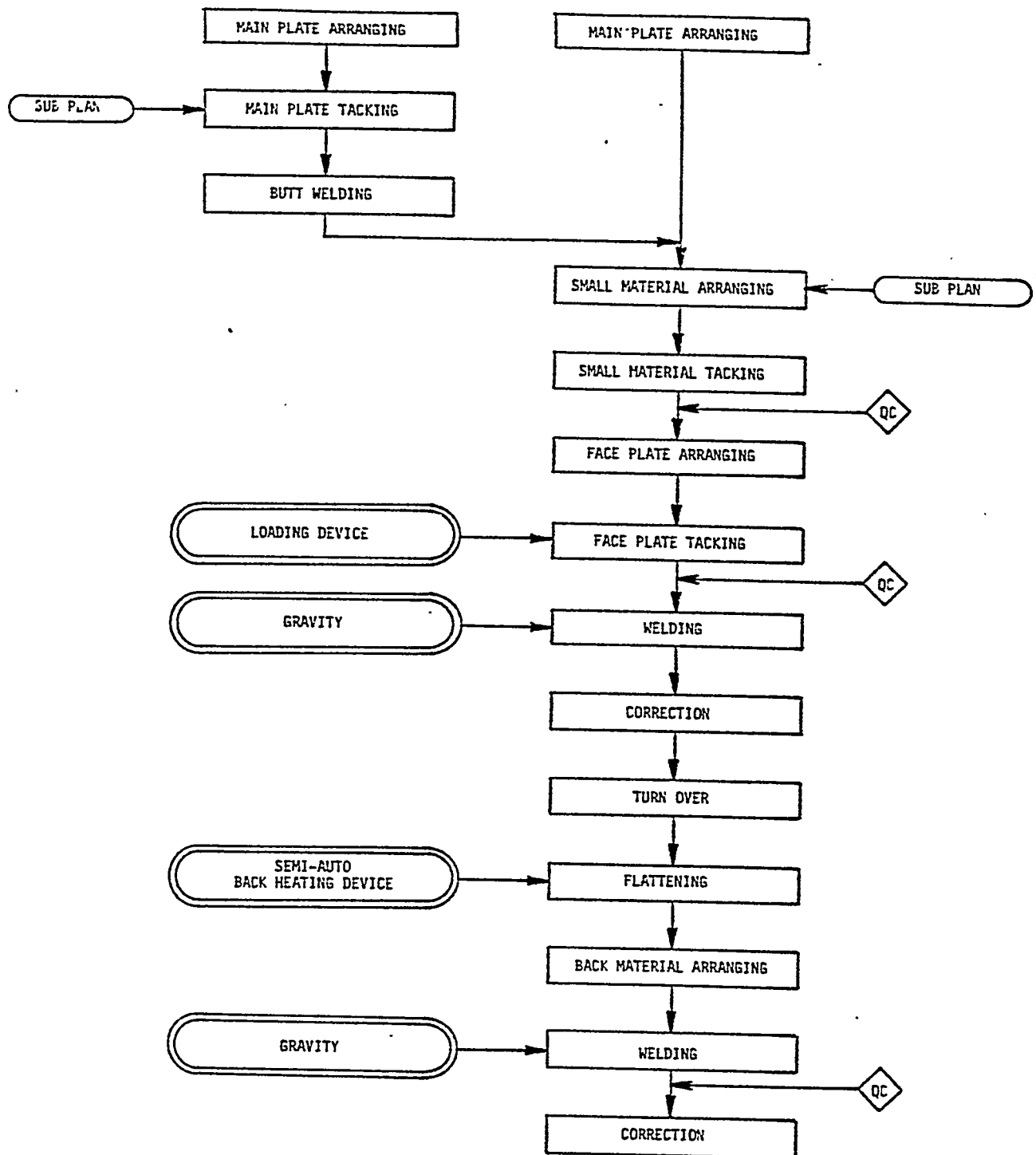
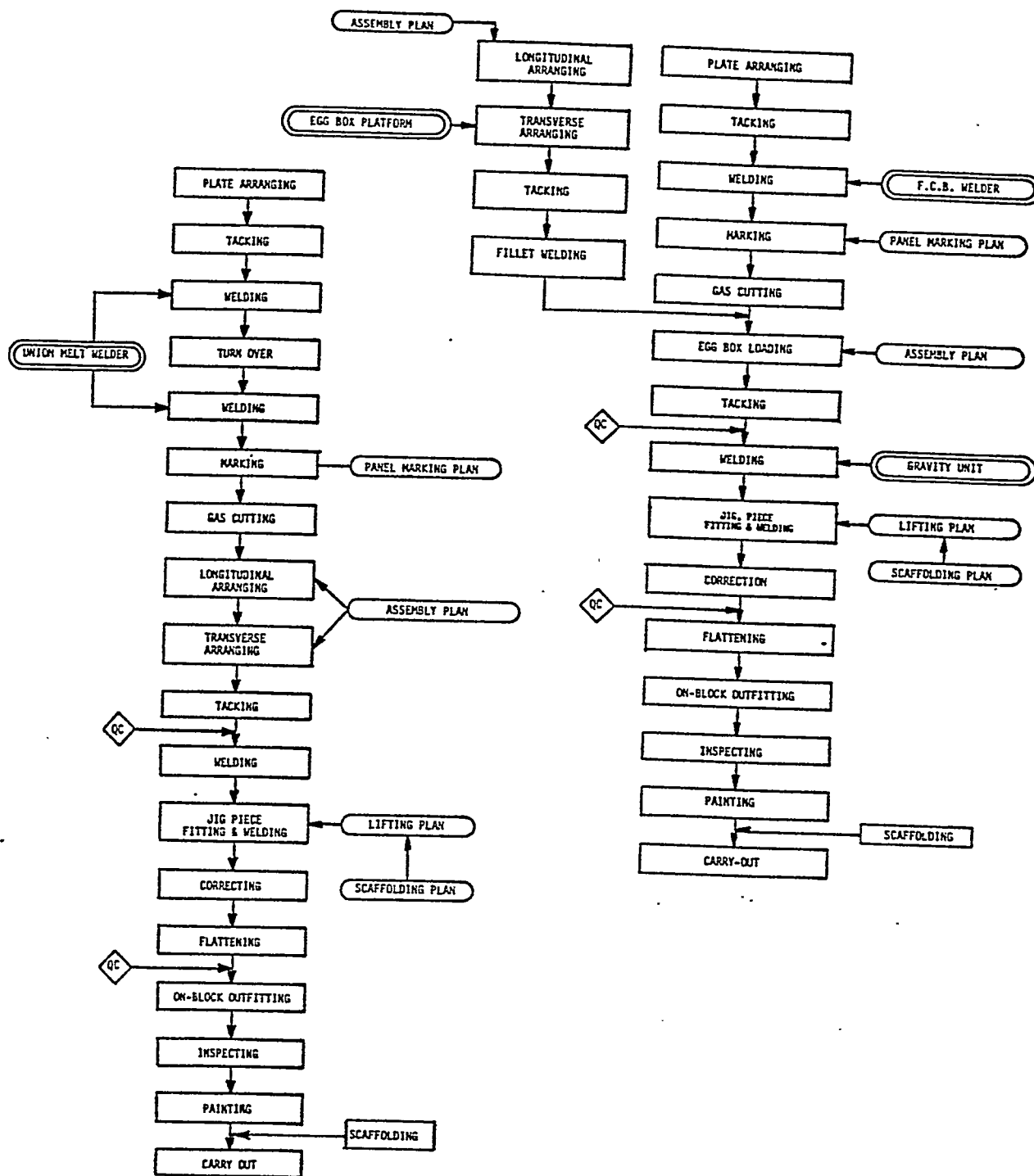


FIGURE 1-8 FLOW CHART OF FABRICATION (2/2)



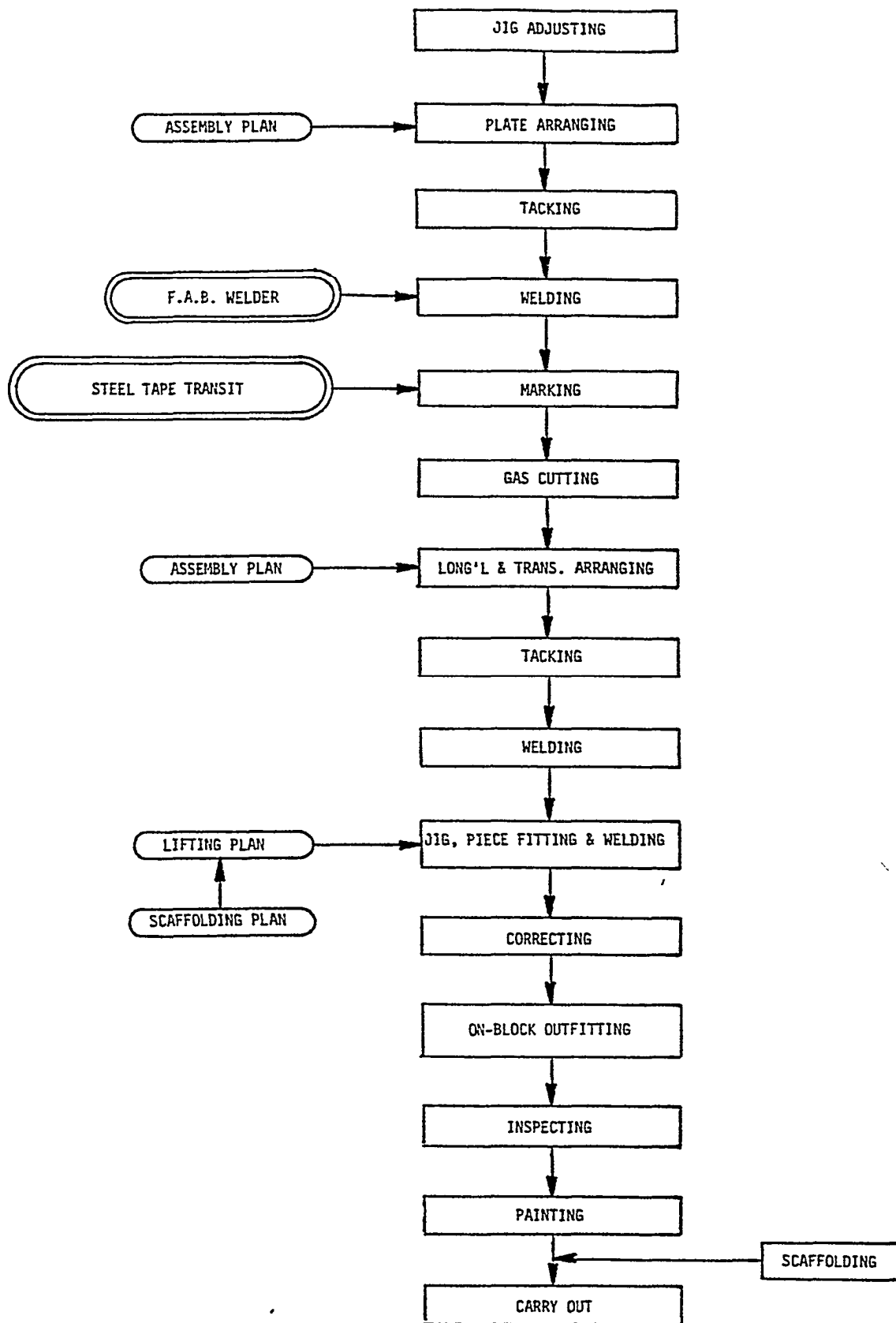
FLOW CHART OF SUBASSEMBLY

FIGURE 1-9



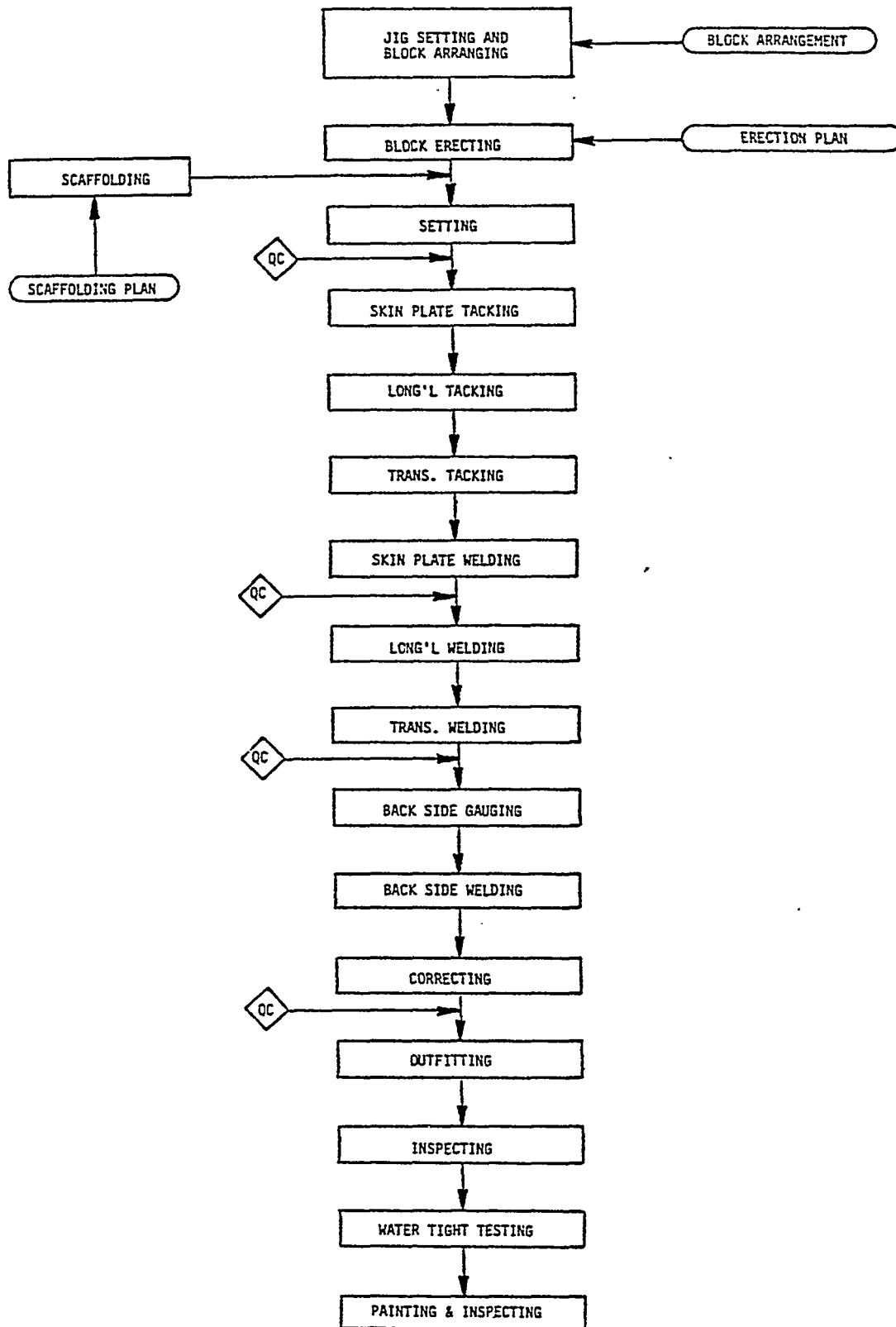
FLOW CHART OF FLAT PANEL ASSEMBLY

FIGURE 1-10



FLOW CHART OF CURVED PANEL ASSEMBLY

FIGURE 1-11



FLOW CHART OF ERECTION

FIGURE 1-12

Erection

Erection work flow is described from the jig arrangement to the final paint and inspection step.

Marking and Cutting

The relationship of the marking and cutting functions to the mold loft and to production is shown in Figure 1-13. This chart illustrates the difference between the IHI and Livingston systems.

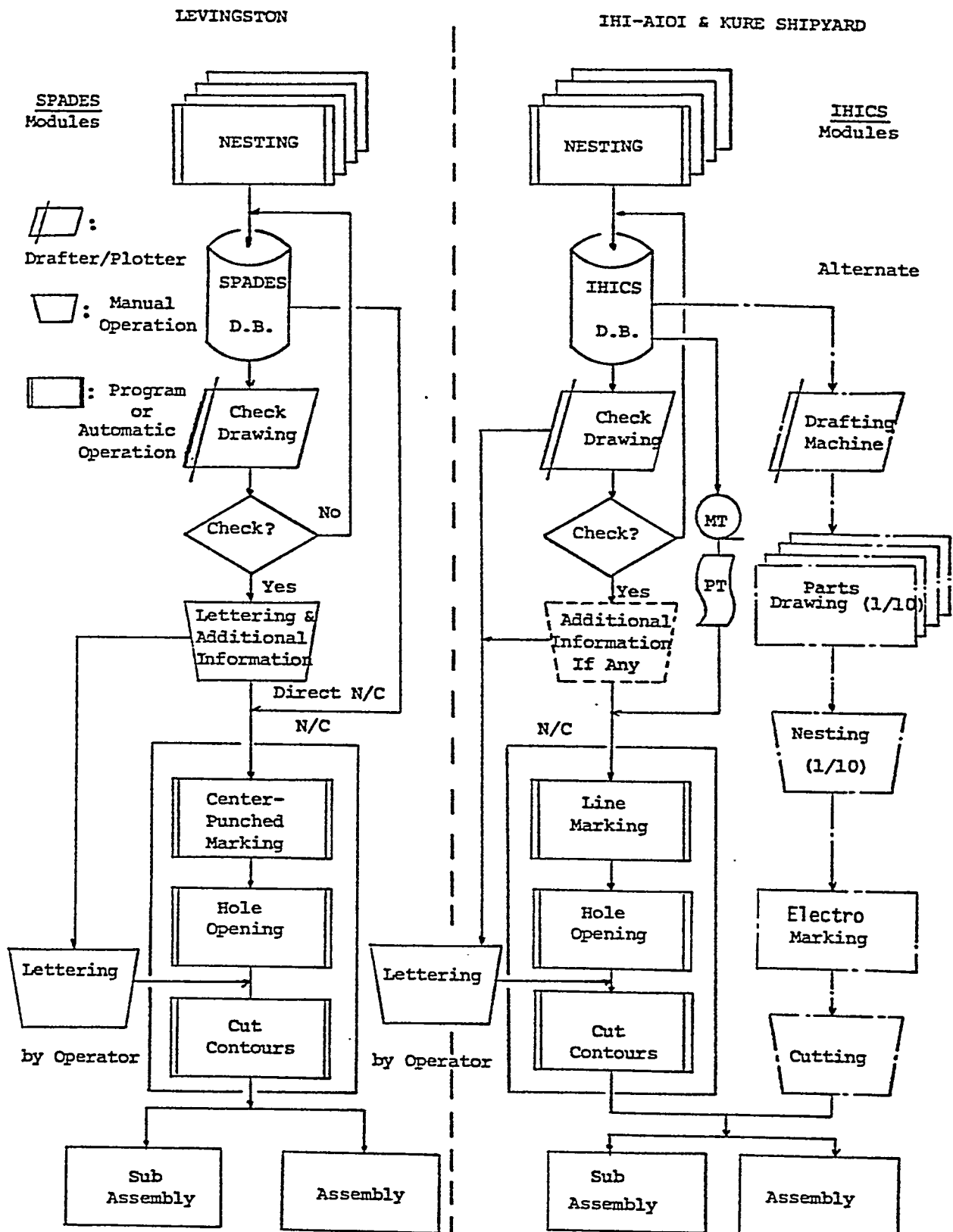
The choice of cutting machine for various component parts is shown in Table T1-1, which compares Livingston and IHI methods. A **comparison** of equipment available at Livingston and at the combined IHI facilities is shown in Table T1-2.

IHI's recommendations regarding cutting methods are given in Table T1-3. Livingston reviewed its utilization of cutting machines as a result of the IHI proposals. The N/C burner is now scheduled to cut complex and repetitive pieces requiring high precision. The 1:1 Optical Tracing Unit cuts small, repetitive pieces. The flame planer is used to rip flanges and web frames. The material flow arrangement for the N/C machine recommended by IHI at Livingston is shown in Figure 1-14. This layout and fabrication process is based on the assumption that the N/C machine would produce all cut plate except small pieces such as brackets, ribs, etc.

Panel Line

IHI has two "flat plate" panel lines located within the No. 2 and No. 3 Assembly Shops. Lay out and material flow patterns within these shops is illustrated in Figure 1-15.

The decision to build an enclosed panel line facility at Livingston was made prior to the arrival of IHI consultants.



COMPARISON OF N/C WORKS FLOW

FIGURE 1-13

TABLE T1-1

OBJECTIVE HULL PIECES FOR N/C MACHINE

Objective Pieces \ Company	LEVINGSTON	IHI-AIOI SHIPYARD (F-32)
WEB PLATE (HOLD)	N/C BURNING	N/C BURNING <u>117 PLT</u>
FLOOR PLATE (HOLD)		
MAIN GIRDER		
WEB PLATE (OTHERS) FLOOR PLATE (OTHERS) GIRDER (OTHERS) BKT		N/C DRAWING ↓ Electro Marking ↓ HAND CUTTING <u>622 PLT*</u>
CURVED SHELL		N/C BURNING <u>240 PLT</u>
FLAT SHELL FLAT DECK FLAT WALL FLAT BULKHEAD		FLAME PLANER <u>606 PLT</u>
FLAT BAR FACE PLATE	MATERIAL CUTTING LIST ↓ HAND MARKING ↓ HAND CUTTING	N/C DRAWING Electro Marking * Included HAND CUTTING Above *
FLAT SHAPE		MATERIAL CUTTING LIST P HAND MARKING 1900 HAND CUTTING
CURVED SHAPE		
COLLAR PLATE, ETC.		MAGNET TRACER OR PHOTO TRACER

1) Numbers in IHI's columns are the actual numbers of plates for a "Future-32" constructed at IHI AIOI Shipyard.

TABLE T1-2
COMPARISON TABLE OF N/C BURNING MACHINE BETWEEN LSCo & IHI

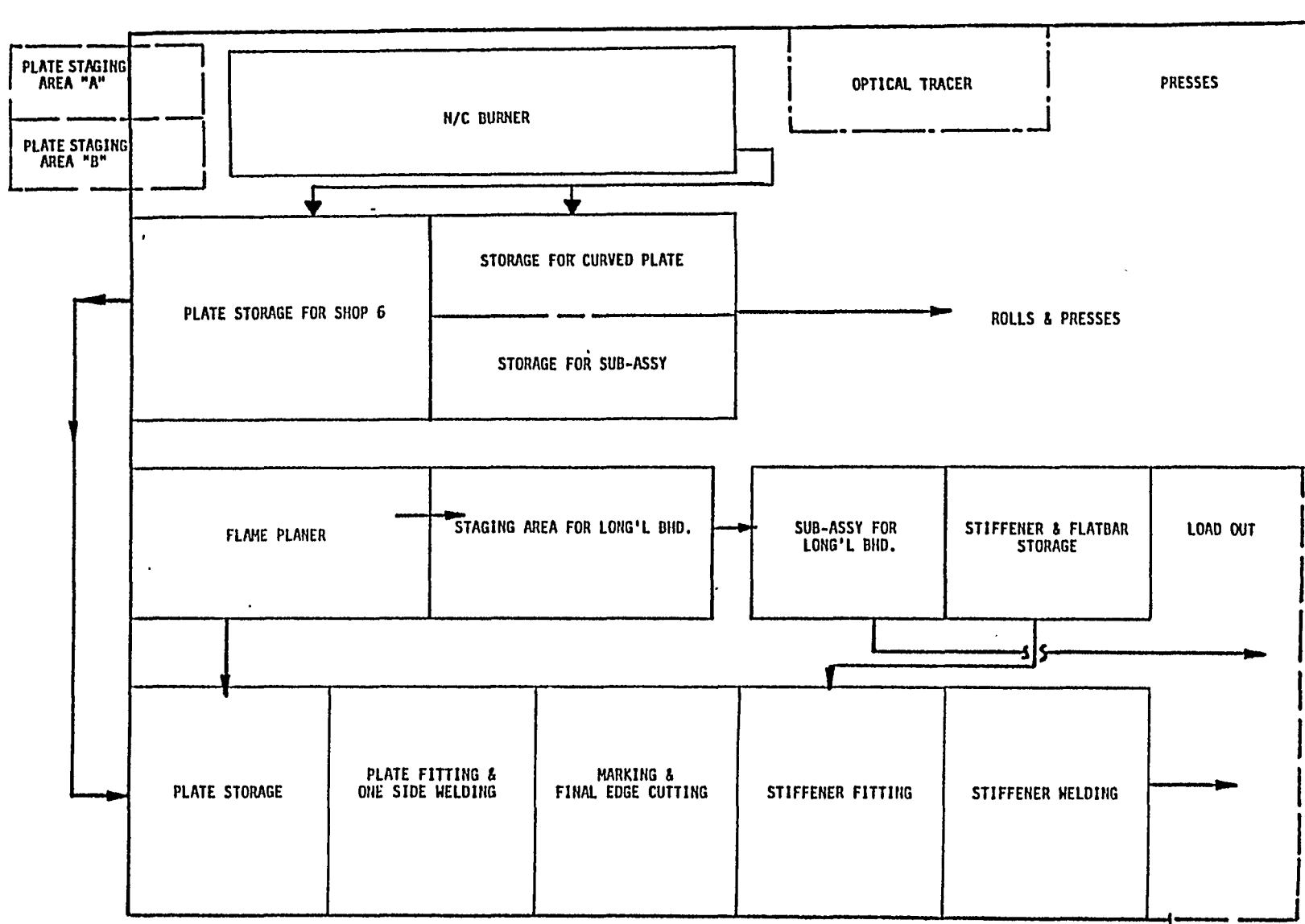
COMPANY		LEVINGSTON	IHI							
ITEM	FUNCTION	ALL ROUND	ALL ROUND	SIMPLE	MARKING	ALL ROUND	ALL ROUND	MULTI-TORCH		
INSTALLATION DATE		April, '75	Oct., '71	Sept., '72	April, '75	1974	Aug., '71	Sept., '74		
MAKER	Burning Machine	CRD N/C 3000	Kofke, Japan	Tanaka, Japan	Tanaka, Japan	Tanaka, Japan	Tanaka, Japan	Kofke, Japan		
	Controller	Kongsberg CNC 500	Toshiba T-1500C	Toshiba T-1300G	JHI MK-24PM	Toshiba T-1500	Toshiba T-1500	Toshiba T-40		
CAPACITY	BURNING MACHINE	Effective Rail Span	29'-7"	31'-2"	18'-2"	16'-3"	39'-0"	58'-6"	16'-9"	
		Effective Rail Length	111'-0"	56'-3"	74'-8"	74'-8"	97'-6"	73'-2"	58'-8"	
		Weight		10 MT	2 MT	0.7 MT	8 MT	13 MT	1.5 MT *3	
		Gas Pressure Used	O ₂ : 120 PSI Natural Gas: 15 PSI	O ₂ : 9kg/cm ² LPG: 65kg/cm ²	—	—	—	—	—	
		SPEED	Cutting	2-50 IPM/15-250IPM	0.4-60 IPM	2-51 IPM	—	0.4-118 IPM	—	—
			Marking	20.83'/Min.	39'/Min.	19.5'/Min.	58.5'/Min.	39'/Min.	—	—
			Kapla Transverse	20.83'/Min.	39'/Min.	19.5'/Min.	58.5'/Min.	39'/Min.	—	—
		Marking Precision		± 1/64"	—	± 1.5/64"	± 1/64"	—	—	
		Gas Used	Natural Gas	LPG	—	—	—	—	—	
		TORCH BLOCK	Torch Station	6(2 Master, 4 Slave)	4	3	1	2	3	3
	Bevel		I.K.V.X.Y	I.K.V.X.Y	1	—	1	I.V.Y	1	
	Nozzle Tip		Oxweld Made	IHI Made	Kofke 106PD	Tanaka	Tanaka 3155A	Tanaka-Curtain	Tanaka-Curtain	
	Height Sensing		Fluidic	Fluidic	Fluidic	—	Fluidic	Roller	Roller	
	Rotating Torch		Equipped	Equipped	—	—	—	Equipped	Equipped	
	Ignition Extinguish		Automatic	Automatic	Manual	Automatic	Automatic	Automatic	Manual	
	Piercing		Automatic	Automatic	—	—	—	—	—	
	Marking	Center-punched	Plastic Burned	Zinc Burned	—	—	—	Plastic Burned		
	Driving Motor	D.C. Servo	D.C. Servo	—	—	—	—	—		
CONTROLLER	Control Axis	X.Y.θ	X.Y.1-2,θ1-2	X.Y	X.Y	X.Y	X.Y.θ	X.Y.θ		
	Minimum Dimension Input	1/64"	0.1/64"	—	—	—	—	—		
	Maximum Dimension Input	120'	1230'	—	—	—	123'	1230'		
	Tape Format	ESSI	EIA-BU	—	—	—	—	—		
	Interpolation	Linear and Circular	Linear & Cir.	—	—	—	—	—		
	Left Compensation	Dial Set	Dial Set	—	—	Dial Set	—	—		
	Reversing	Direct on Path Program Rev.	Dir. on Path Prog. Rev.	—	—	—	—	—		
	Aux. Function		36	28	32	33	51	27		
	Others									
PAST RECORD	CUTTING SPEED	3/8" T 5/8"	51 IPM	24 IPM	—	30 IPM	28 IPM	24 IPM		
		5/8" T 3/4"	Variable	47 IPM	20 IPM	—	26 IPM	26 IPM	22 IPM	
		3/4" T 7/8"	—	31 IPM	16 IPM	—	22 IPM	24 IPM	20 IPM	
		7/8" T	—	31 IPM	15 IPM	—	20 IPM	20 IPM	18 IPM	
	Consideration for Torsion	Water Cooling Cutting Seq., Bridging	Cutting Seq. Wtr. Cooling	—	—	—	—	Cutting Seq. Bridging		
	Troubles Up-to-date									
ADMINISTRATION	MANPOWER	Daily	Electronic Tech.	Operator	—	—	—	—		
		Periodical	Electronic Tech.	2 Times/Tr. Maker	—	—	—	—		
		Repairing	Maker & Elect. Tech.	Maker IHI Specialist	—	—	—	—		
	Number	3	2	2	2	4	4	1		
Experience	4-5 years	2-3 Years	3.5 Yrs.	1.5 Yrs.	1.5 Yrs.	3 Yrs.	1.5 Yrs.			
Max. Plate No. to be Cut Simultaneously		4 PL(12'-0"×50'-0")	2 PL(12'×34')	1 PL(15'×75')	1 PL(15'×75')	2 PL(11'×58')	3 PL(16'×46')	1 PL(12'×9')		
REMARKS		DNC	Tokyo - 1 Chita - 1 AIOI - 1	Chita - 1	Chita - 1 Yokohama-2	Chita - 2 AIOI - 2	Kure - 2	Kure - 2		

TABLE T1-3

TABLE OF EFFECTIVE CUTTING MACHINES

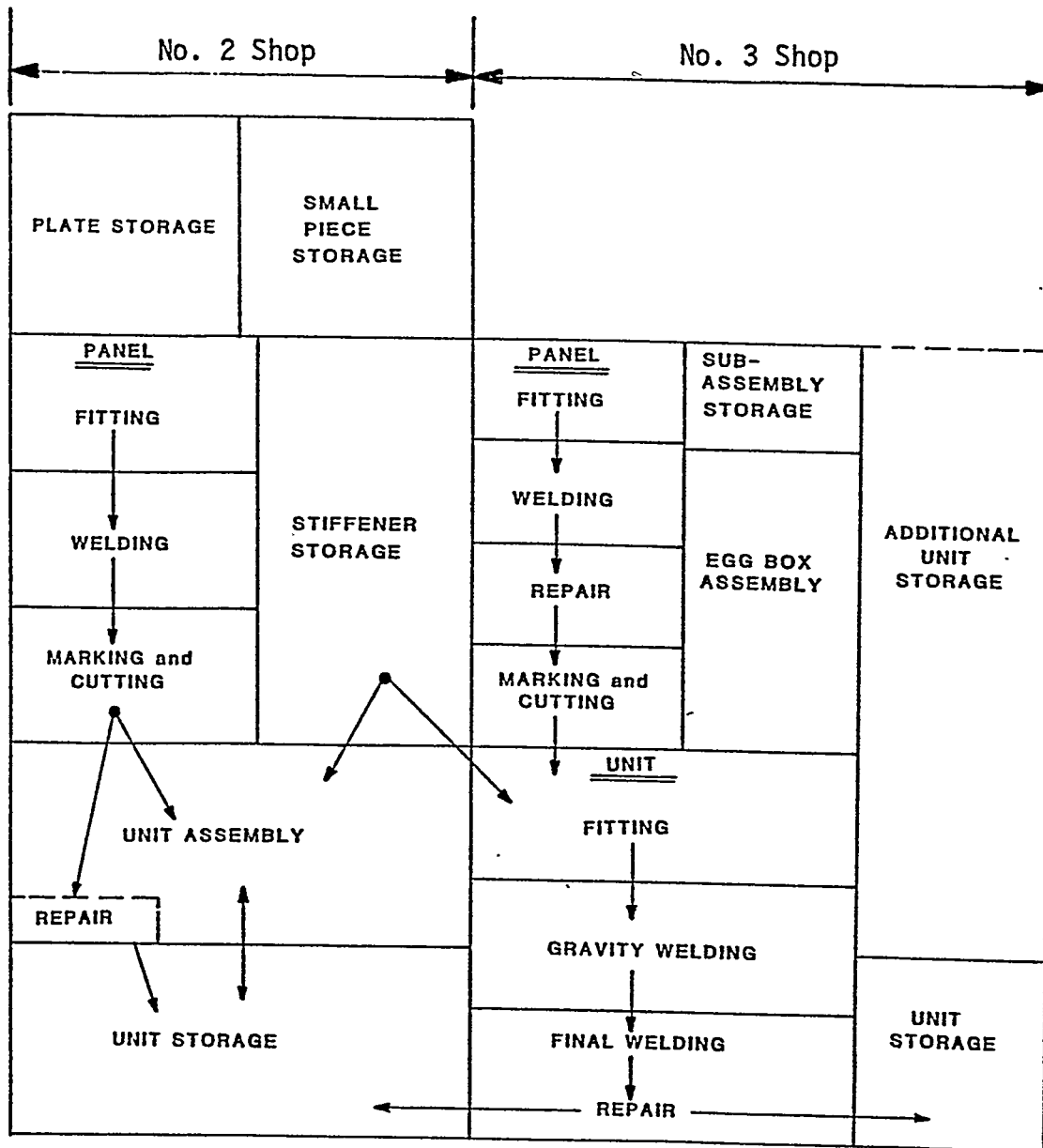
CUTTING STAGE	CATEGORY OF PIECES	EFFECTIVE CUTTING MACHINE	METHOD	RECOMMENDED SELECTION FOR LSCo	
Long'l & FB	Long'l	Automatic Long'l cutting machine & semi-automatic machine	Butt: Automatic Long'l Cutter Slot Hole: Semi-automatic machine	X	1. Auto machine is not completely implemented. 2. Auto machine is not cost-effective due to low volume.
		Manual & semi-automatic machine	Butt: Manual Slot Hole: Semi-auto machine	O	
	Flat Bar	Automatic Long'l cutting machine & semi-automatic	Butt: Automatic long'l cutter Slot Hole: Semi-auto machine	X	
		Manual & semi-automatic machine	Butt: Manual Slot Hole: Semi-auto machine	O	
Curved Plates	Curved Plates	NC Gas Cutter	NC Marking → NC Gas Cutter	O	1. Because of few manhours.
		Semi-automatic machine	Manual Marking → Semi-auto machine	X	
Internals	Floor & long'l Bhd with few edge preparation or no edge preparation	NC Plasma Cutter	NC Marking → NC Plasma Cutter	O	1. Because of more precise accuracy. 2. Because of few manhours.
		NC Gas Cutter	NC Marking → NC Gas Cutter	O	
		Semi-automatic machine	EPH-Marking → Semi-auto machine Photo-Marking → Semi auto machine Manual-Marking → Semi-auto machine	X	
	Floor & long'l Bhd with edge preparation	NC Gas Cutter	NC Marking → NC Gas Cutter	O	In Japan O and X are reverse. But in U.S., NC gas cutter is better due to awkward manual cutting & less investment.
		Semi-automatic machine	EPH-Marking → Semi-auto machine Photo-Marking → Semi-auto machine Manual-Marking → Semi-auto machine	X	
	Small Pieces	NC Plasma Cutter	NC Marking → NC Plasma Cutter	O	More Speedy and less shrinkage than NC Gas Cutter.
		NC Gas Cutter	NC Marking → NC Gas Cutter	A	
		Semi-automatic machine	EPH-Marking → Semi-auto machine Photo-Marking → Semi-auto machine Manual-Marking → Semi-auto machine	X	
	Small pieces which are usually cut out from scrap	Optical Tracer		O	
		NC Plasma Cutter	Small pieces are put in between big pieces. After big pieces are cut, they are manually or automatically cut.	O	
		NC Gas Cutter		O	
		Semi-auto machine		X	
Panel	Panel Plate	Flame Planer	Manual-Marking → Plane cutter EPH-Marking → Plane cutter Photo-Marking → Plane cutter	O	Manual marking = low manhours.
		Semi-automatic machine	Manual-Marking → Semi-auto machine	X	

O: Suitable
A: Fair
X: Unsuitable



IHI PROPOSED LAYOUT - SHOPS 5 & 6

FIGURE 1-14



IHI PANEL LINES

FIGURE 1-15

However, their assistance in this area influenced the proposed lay out and material flow within Shop 5 (Fabrication) and Shop 6 (Panel Line), and utilization of the machines within these shops.

The lay out and material flow proposed to Livingston by IHI was shown on Figure 1-14. The arrangement decided upon by Livingston, shown in Figure 1-16, is similar to IHI's proposal.

Sand Blasting/Shot Blasting

The general flow of painting work at IHI is described in the flow chart of Figure 1-17. Sketches of each enclosed painting facilities are provided on Figures 1-18 through 1-21.

IHI introduced to Livingston the concept of painting units at the assembly stage prior to erection, which has resulted in considerable savings, estimated to be about 40 per cent per unit. Savings resulted from less time moving labor and materials to the work place, fewer cramped work spaces, better supervision, less scaffolding requirements, and fewer premium hours caused in attempts to avoid disturbing other trades.

OUTFITTING

The basic production process is illustrated schematically in Figure 1-22. This chart depicts inputs and outputs in terms of tonnage and labor man hours used. The evidence of a high amount of "pre-outfitting" can be determined from the data given. The pre-outfitting composes 73 per cent by weight, and 27 per cent by labor man hours, of the total for outfitting.

The total outfitting process is shown in Figure 1-23. This chart illustrates the importance of composite drawings and of palletizing

OGDEN PANEL LINE

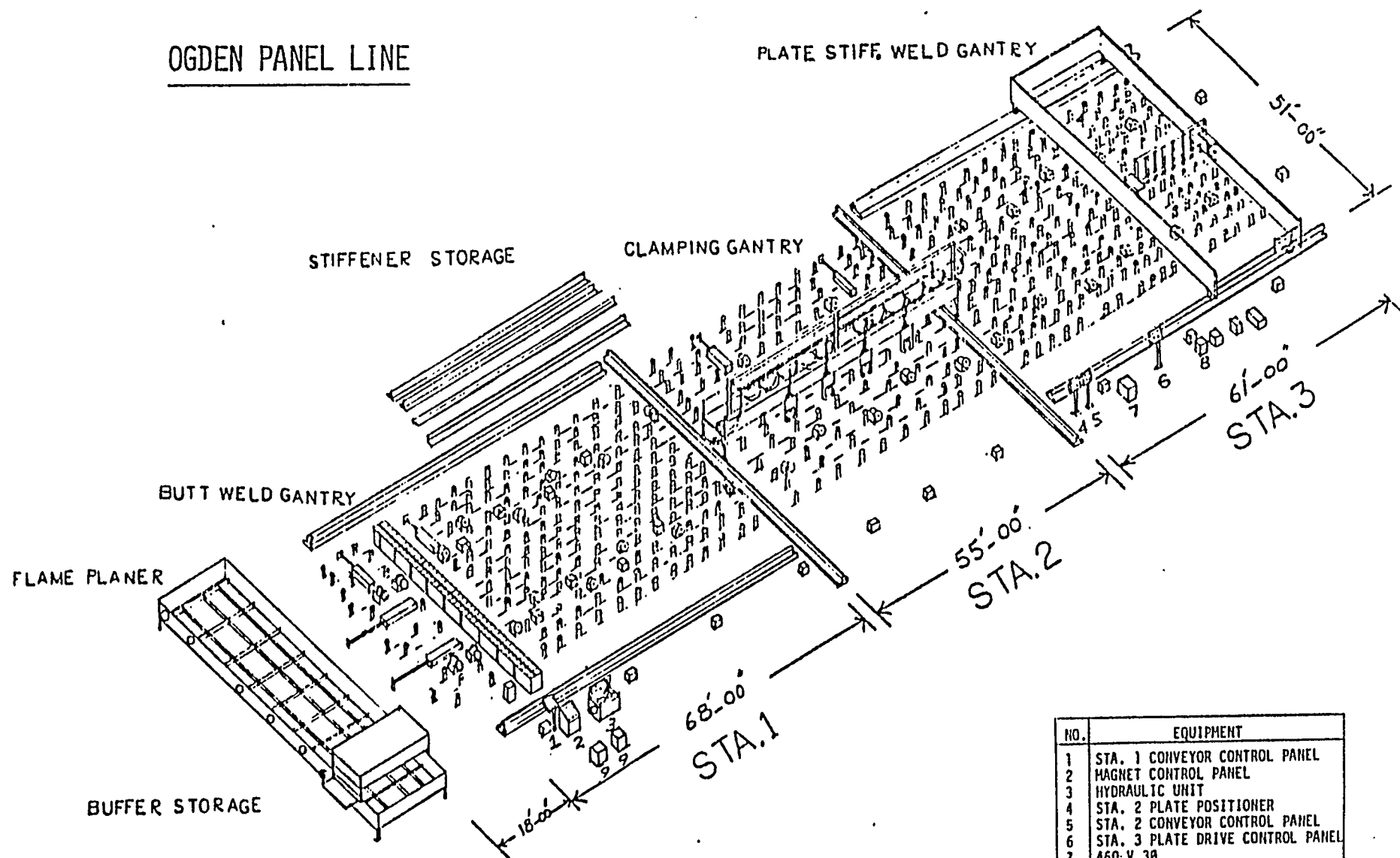
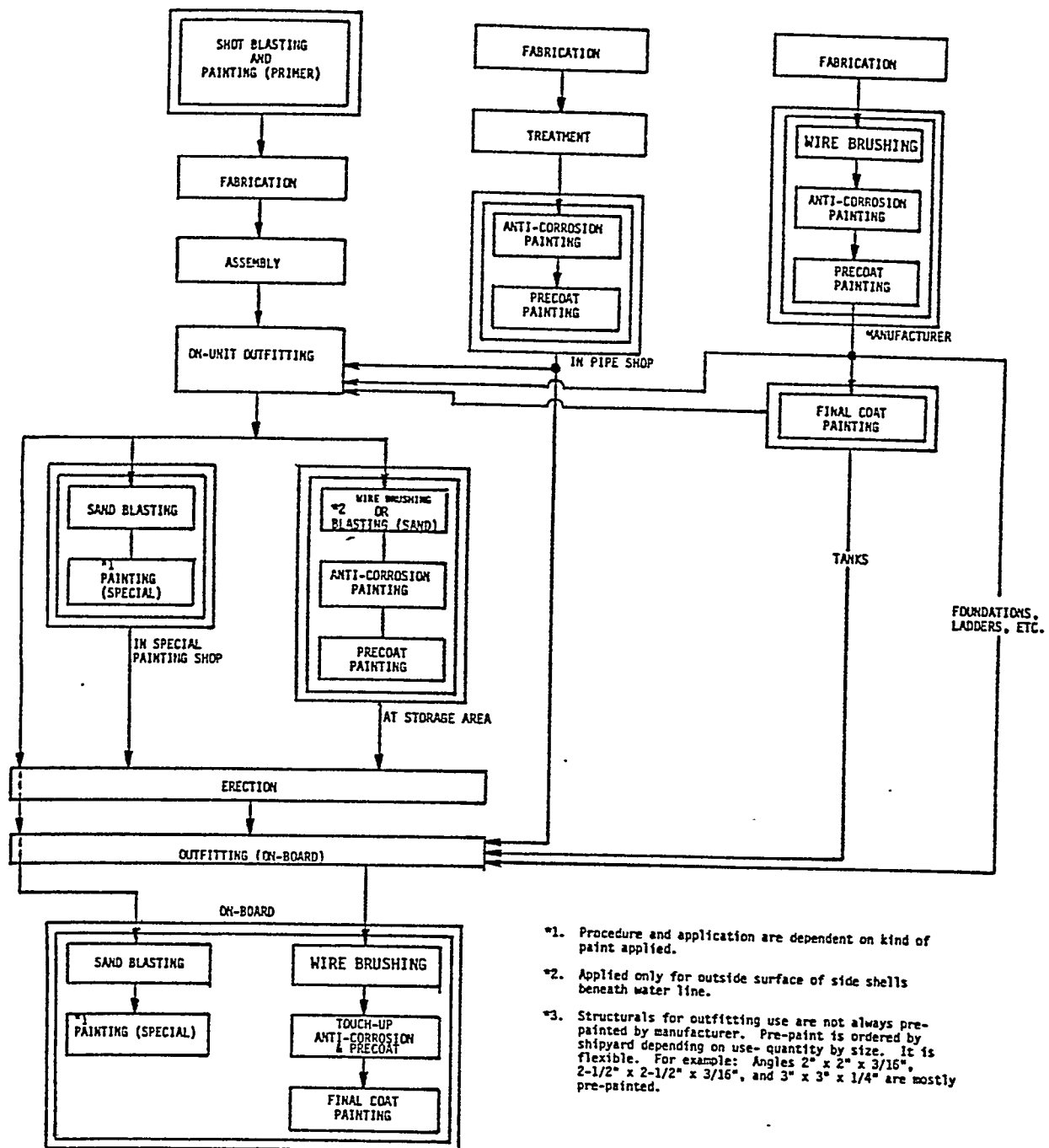


FIGURE 1-16

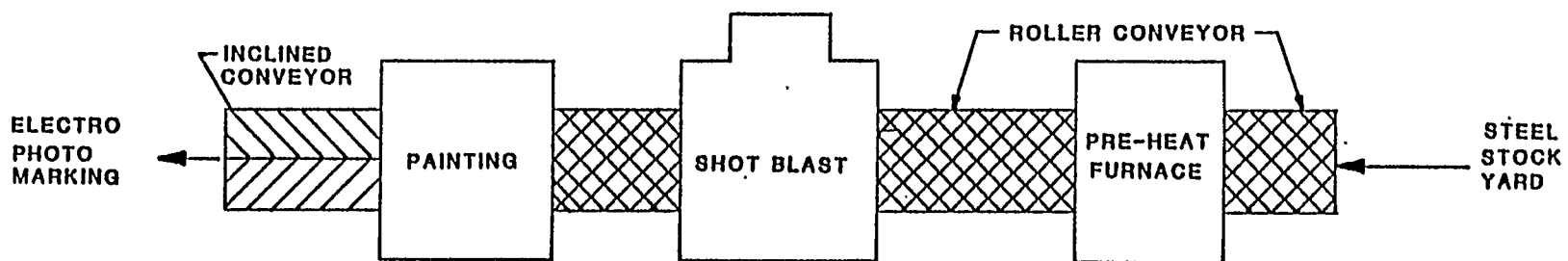
NO.	EQUIPMENT
1	STA. 1 CONVEYOR CONTROL PANEL
2	MAGNET CONTROL PANEL
3	HYDRAULIC UNIT
4	STA. 2 PLATE POSITIONER
5	STA. 2 CONVEYOR CONTROL PANEL
6	STA. 3 PLATE DRIVE CONTROL PANEL
7	460 V. 3Ø
8	6 - 600 AMP. W/H
9	2 - 1200 AMP. W/H



- *1. Procedure and application are dependent on kind of paint applied.
- *2. Applied only for outside surface of side shells beneath water line.
- *3. Structurals for outfitting use are not always pre-painted by manufacturer. Pre-paint is ordered by shipyard depending on use-quantity by size. It is flexible. For example: Angles 2" x 2" x 3/16", 2-1/2" x 2-1/2" x 3/16", and 3" x 3" x 1/4" are mostly pre-painted.

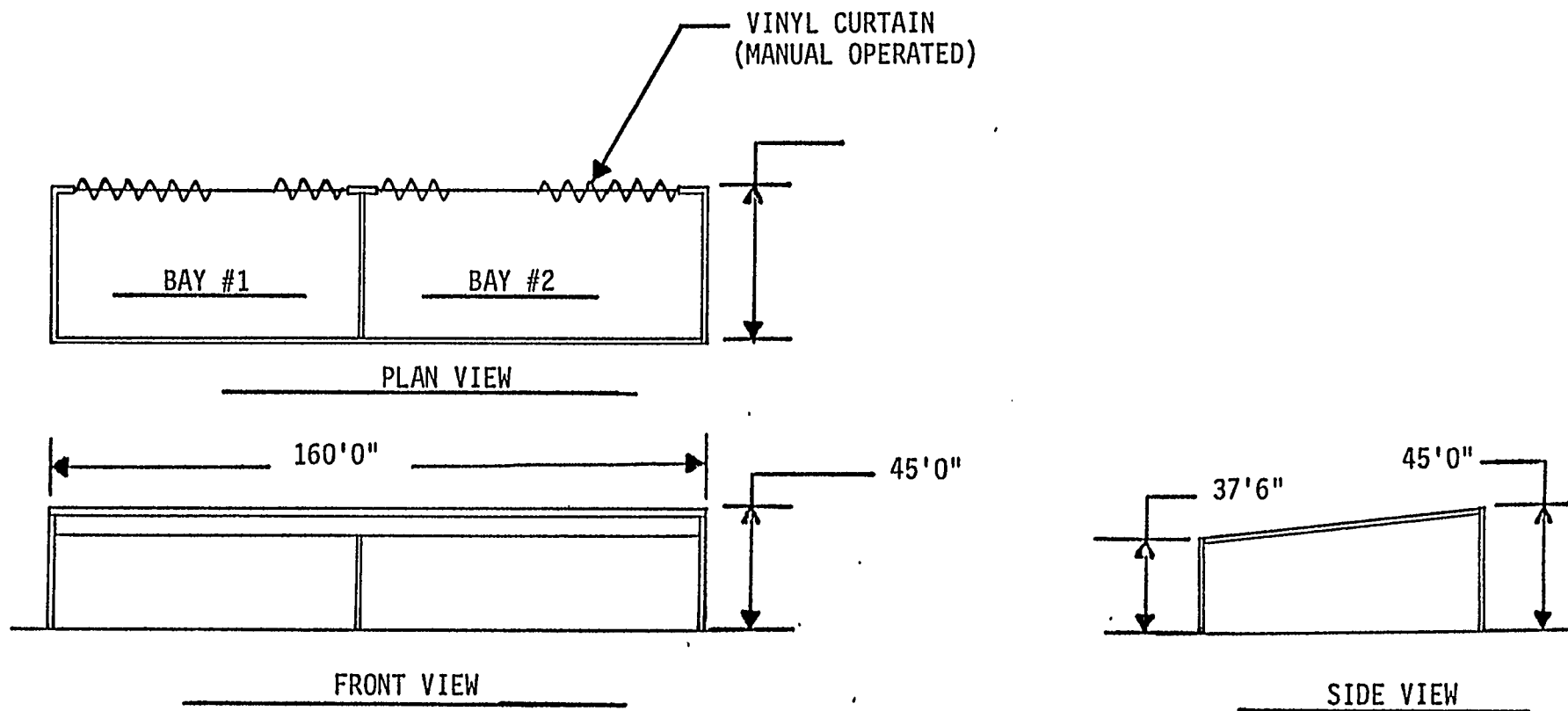
GENERAL WORK FLOW

FIGURE 1-17



FABRICATION SHOP
SHOT BLAST FACILITY

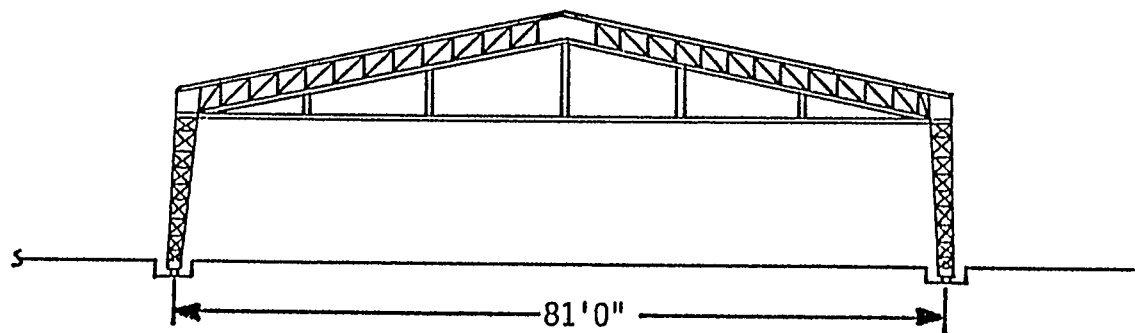
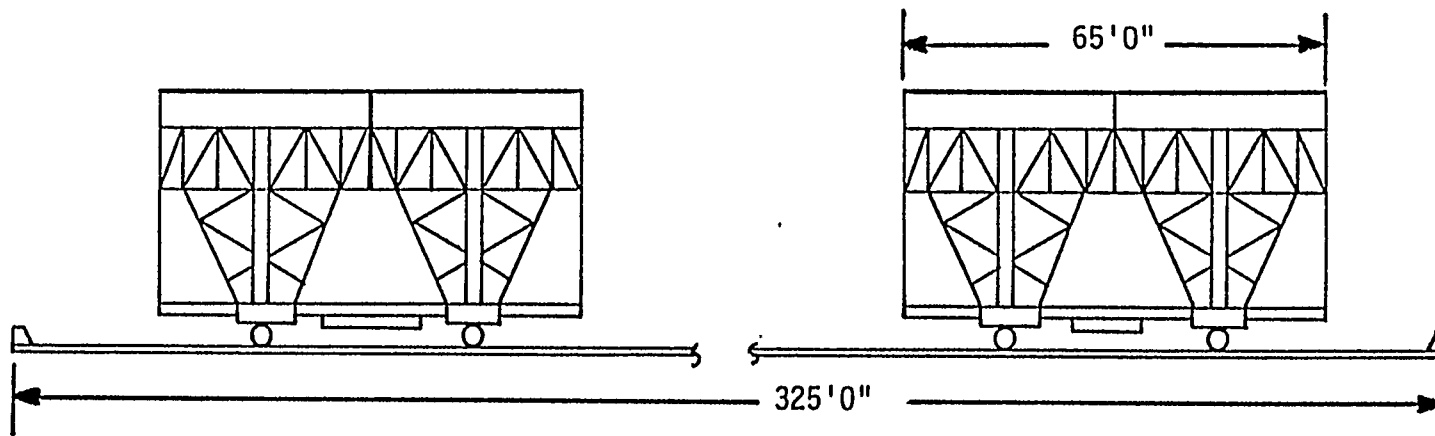
FIGURE 7-18



NO. 1 BLOCK PAINTING BUILDING

FIGURE 1-19

NOTE: ONLY 2 OF 3 SECTIONS SHOWN

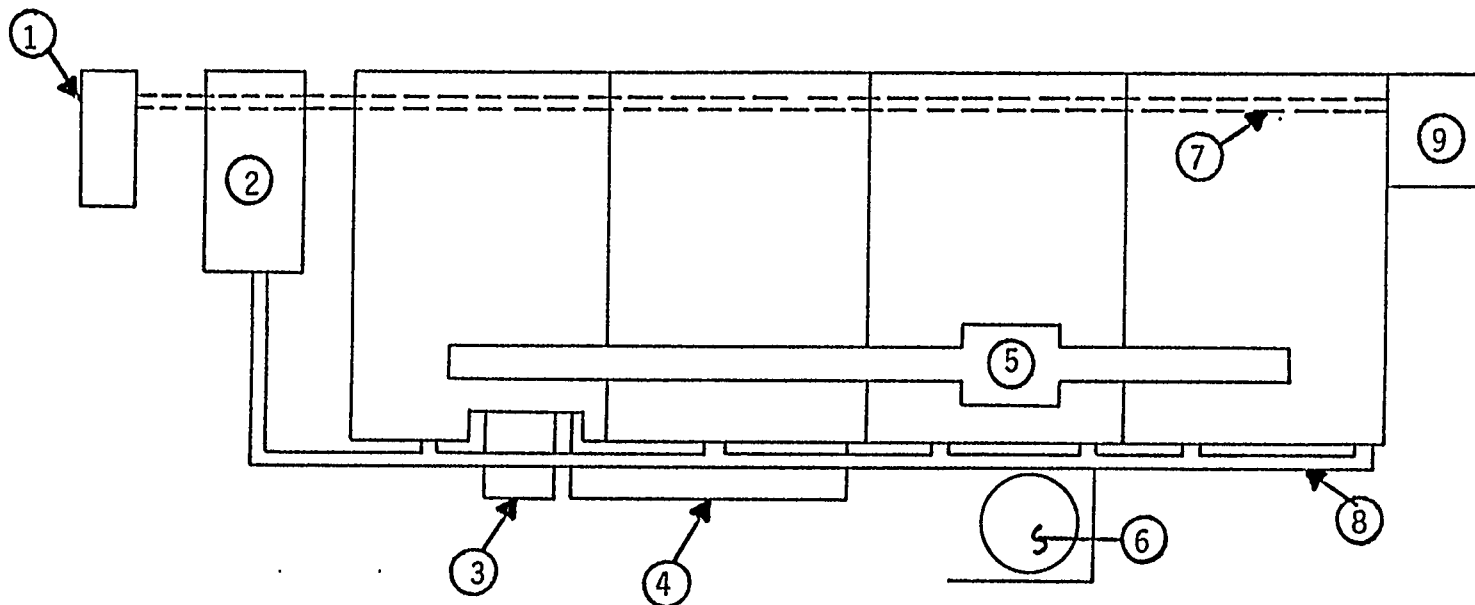


NO. 2 BLOCK PAINTING BUILDING

FIGURE 1-20

1. HEATED AIR UNIT
2. DUST COLLECTOR
3. CLEAN SAND HOPPER
4. CLEAN SAND CONVEYOR
5. SAND COLLECTION PIT

6. USED SAND HOPPER
7. HEATED AIR DUCT,
8. EXHAUST DUCT
9. HEATED AIR UNIT

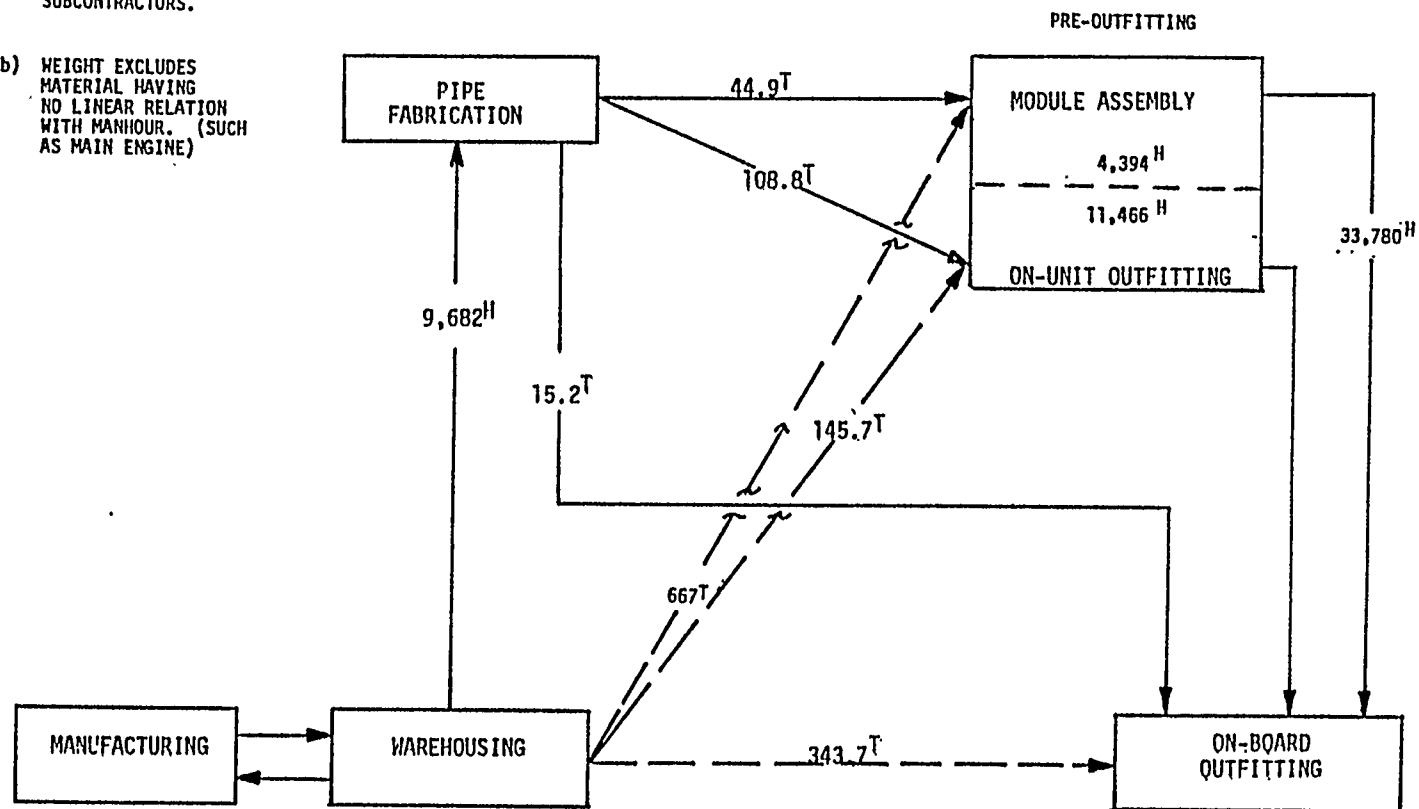


SPECIAL PAINT SHOP

FIGURE 1-21

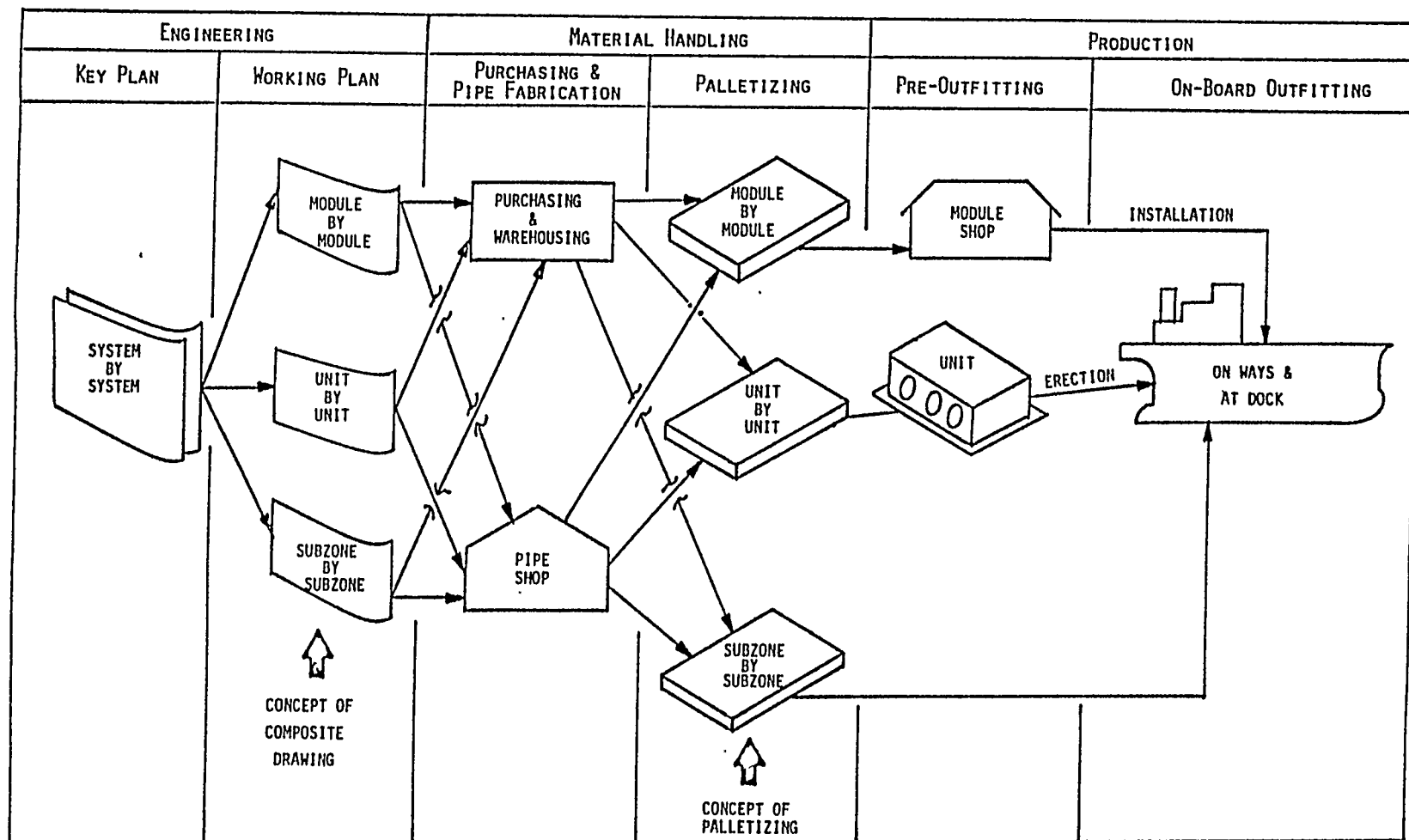
NOTE

- a) EXCLUDING MANHOURS FOR PAINTING AND SUBCONTRACTORS.
- b) WEIGHT EXCLUDES MATERIAL HAVING NO LINEAR RELATION WITH MANHOUR. (SUCH AS MAIN ENGINE)



BASIC OUTFITTING PROCESS

FIGURE 1-22



TOTAL OUTFITTING PROCESS

FIGURE 1-23

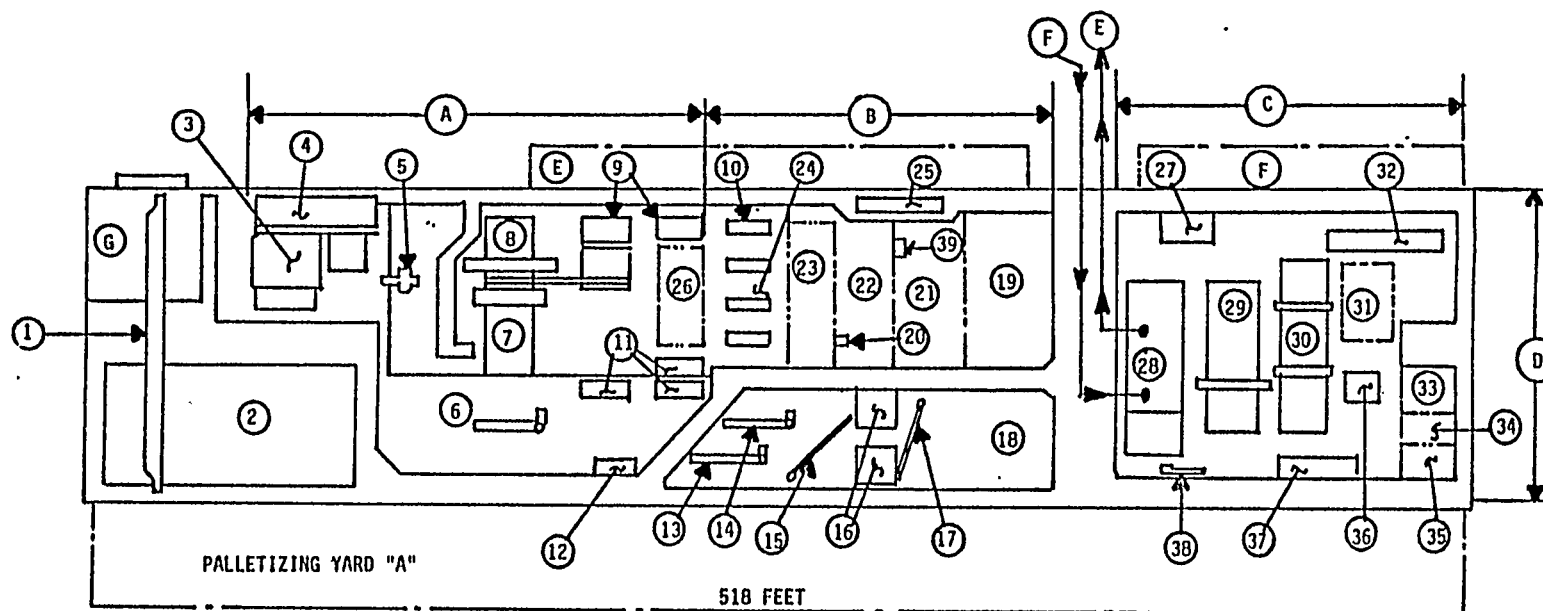
to the concept of effective pre-outfitting. The basic objective of this concept is to minimize on-board work, thereby shifting the work to more productive and safer conditions in shops and on land.

Pipe Fabrication

IHI practices mass production, assembly line and automated methods in its pipe fabricating process. The layout and flow of work in the pipe shop is indicated in Figure 1-24. This sketch shows that pipe fabrication work is performed in separate sections of the shop according to pipe size, with 3" pipe size being the dividing line. A full process line is available at each separate location in this shop for the size pipe being fabricated, with the exception of pipe bending of large pipe, which is performed in a separate building. A schematic diagram of the pipe fabrication process in the small pipe lane section at IHI-Aioi is provided as Figure 1-25. Automation is employed at virtually every step in the pipe fabrication process, including transporting of pipe from station to station by conveyor. The type of bending to be applied on steel pipe is shown on Table T1-4.

The major recommendation made by IHI to Livingston concerning pipe fabrication was the fundamental change in concept between shop fabrication and on-board installation of pipe. Prior to TTP, Livingston performed virtually all pipe work on-board a vessel at the erection site. Much of the pipe fabrication was also performed on-board, by moving portable cutters, threaders, manual pipe benders, and bevel machines to the erection site. The pipe shop served as a place to perform some repetitive work and for pipe fabricating jobs done in inclement weather.

Consequently, IHI recommendations were directed at changing the whole system so that the pipe shop could serve as a true fabrication shop, including pipe assembly work.



- A AUTOMATIC FABRICATION LINE - 2-1/2" & BELOW
 B MANUAL FABRICATION LINE - 2-1/2" & BELOW
 C MANUAL FABRICATION LINE - 3" & ABOVE
 D 115 FEET
 E PALLETIZING YARD "B"
 F PALLETIZING YARD "C"
 G OFFICE

1. OVERHEAD CRANE
 2. STAGING AREA AFTER TREATMENT
 3. AUTOMATIC PIPE RACKER
 4. DIGITAL CUTTING
 5. 2-POINT WELDER
 6. N/C BENDER - TYPE 4
 7. 4-POINT WELDER
 8. 4-POINT ASSEMBLER

9. STORAGE RACKS
 10. FITTING SLAB
 11. STORAGE RACKS
 12. STORAGE RACK
 13. BENDER TYPE 2
 14. BENDER TYPE 4
 15. JIB CRANE
 16. FITTING SLABS
 17. JIB CRANE
 18. FABRICATION AREA FOR PIPING MODEL
 19. STAGING AREA
 20. ROLLER & WELDER
 21. FINISHING AREA
 22. WELDING AREA
 23. BUFFER ZONE
 24. FABRICATION SLABS

25. ELECTRIC SUB-STATION
 26. BUFFER ZONE
 27. FABRICATION SLAB
 28. PIPE RACK
 29. MARKING RACK
 30. WELDING AND STORAGE RACKS
 31. MARKING & FINISHING AREA
 32. FABRICATION SLAB
 33. FINISHING AREA
 34. BUFFER ZONE
 35. WELDING AREA
 36. FABRICATION SLAB
 37. FABRICATION SLAB
 38. PIPE COASTER
 39. DRILLING MACHINE

IHI (AIOI) PIPE SHOP LAYOUT

FIGURE 1-24

PIPE FABRICATION PROCESS (1/2"-2 1/2")

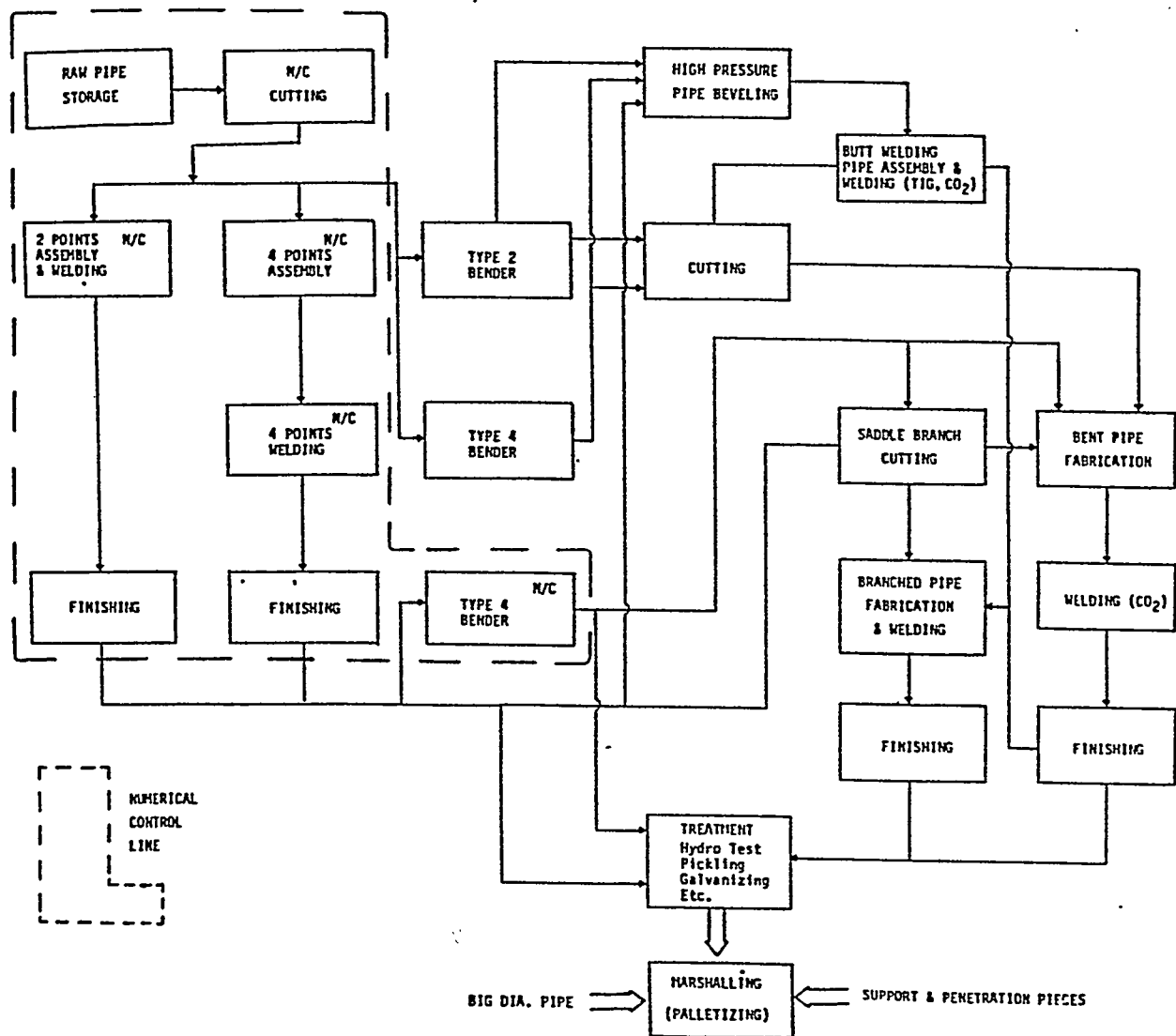


FIGURE 1-25

TABLE T1-4

PRODUCTIVITY COMPARISONPREOUTFITTING VS. ONBOARD OUTFITTING

Categories		Parametric * Weight (T)	Manhour (H)	Efficiency (H/T)
On- Module	Main floor modules	46.1	980	21.3
	Modules with cooler flat	6.2	190	30.6
	Other modules	40.0	484	12.1
	Welding	-	230	-
	Crane operation	-	170	-
	Sub-total	92.3	2054	21.6
On- Unit	Inner bottom units	4.3	215	50.0
	L.E.F. & U.E.F. Units	12.1	698	57.7
	Main Deck Units	16.7	782	46.8
	in Casing	16.9	979	57.9
	Side Shell Units & Other Units	17.5	525	30.0
	Welding	-	710	-
Sub-total		67.5	3909	57.9
Preoutfitting Total		159.8	5963	37.3
On- Board	Piping	18.7	3078	164.6
	Steel Fitting	21.5	2240	104.2
	Others	6.9	1430	207.2
	Welding	-	980	-
	Sub-total	47.1	7728	164.1
Grand Total		206.9	13691	66.2

* Short ton: Weight of material such as pipes, valves, foundations, ventilation ducts, and so on, which are considered to have linear relation to manhour spent to install them.

The above table manifests the superiority of preoutfitting over on-board outfitting, i.e. on-module outfitting has 1/7 of on-board outfitting H/T, on-unit outfitting has 1/3, and totally preoutfitting has 1/4. Further 159.8 tons (77%) of total outfitting weight in engine room, 206.9 tons, is preoutfitted.

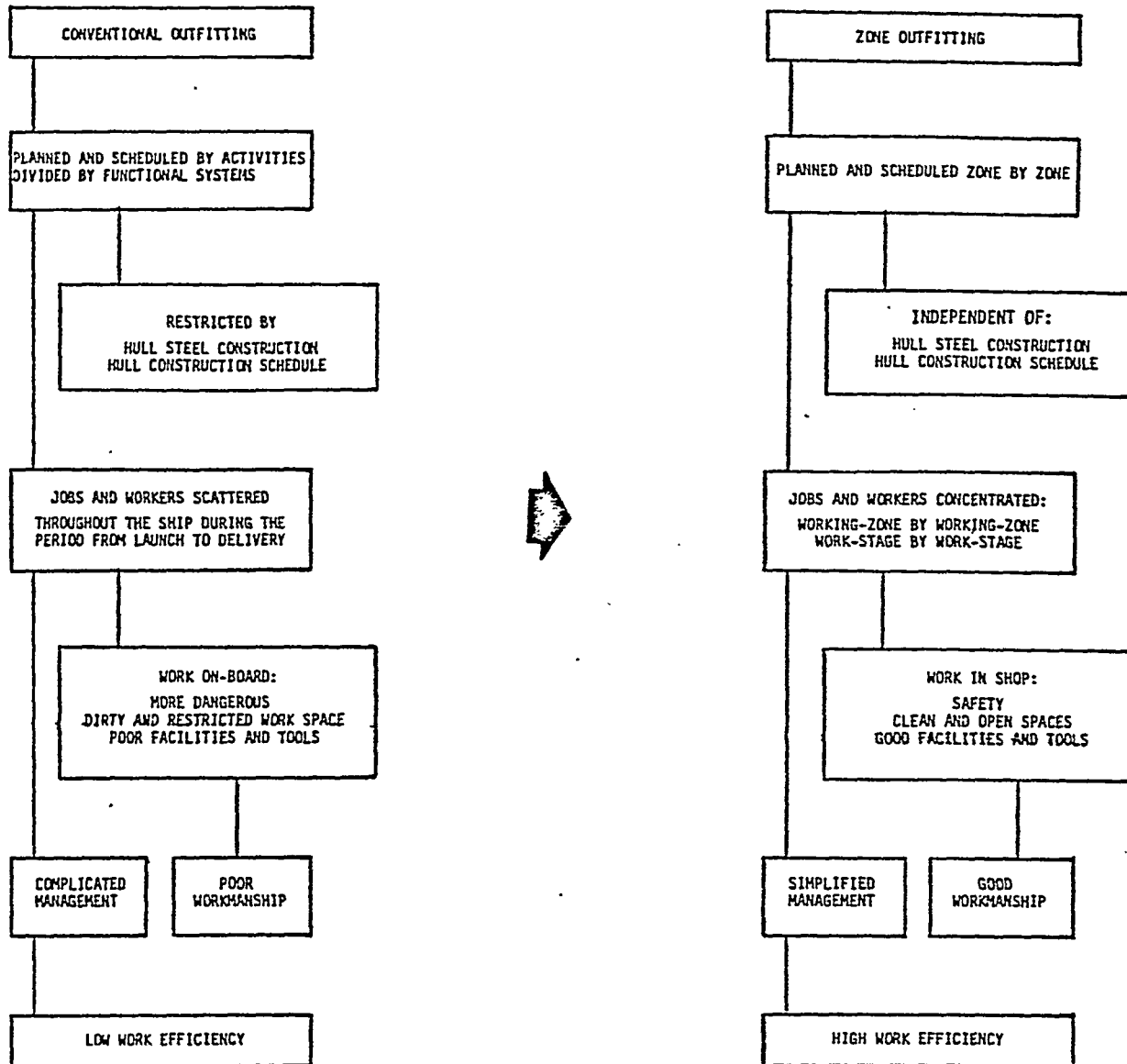
IHI recommended a new pipe shop for Livingston, with a layout utilizing the fabrication lanes concept. Further recommendations included increased automation and greater utilization of the computer in cutting and bending plans.

Livingston is still in the process of implementing systems and procedures to take advantage of the methods that can be adopted at low investment costs. The methods involving greater capital expenditure will be reviewed as the facilities, such as the proposed pipe shop, are implemented.

Zone Outfitting

IHI adopted the concept of zone outfitting in order to shorten construction periods. The advantages of zone outfitting over conventional outfitting are identified in Figure 1-26. In particular, benefits were achieved significantly between keel laying and launch dates. Zone outfitting is an attempt to shorten the total construction period through an overlapping of steel and outfitting without interference between them. This concept is illustrated in Figure 1-27. The overlap of steel and outfitting resulted in over 50 per cent completion of total outfitting by launch date.

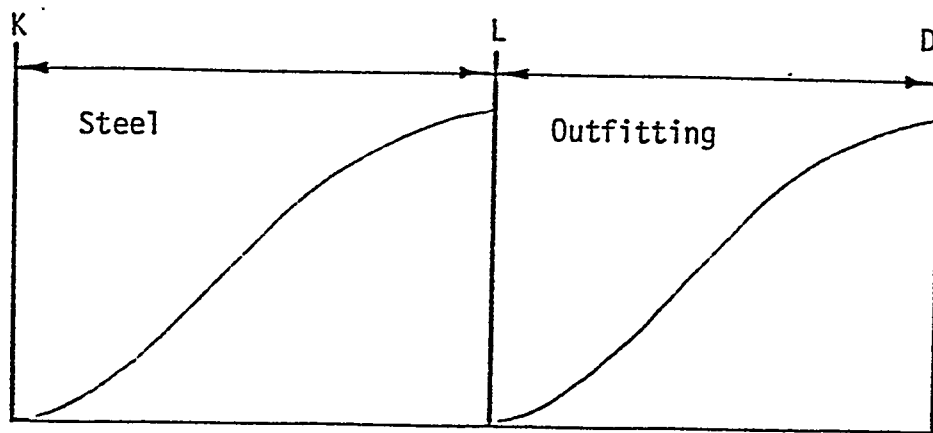
The zone outfitting approach released outfitting work from dependence on steel construction progress and from the ship's system arrangement. The zone approach permits and encourages most of the outfitting to be accomplished earlier and in shops or places other than erection sites. It is product-oriented in that it ignores systems during the construction phase and instead focuses on production of interim products. The benefits of this approach, in addition to a shorter construction period, include



ZONE OUTFITTING

FIGURE 1-26

WITHOUT PRE-OUTFITTING

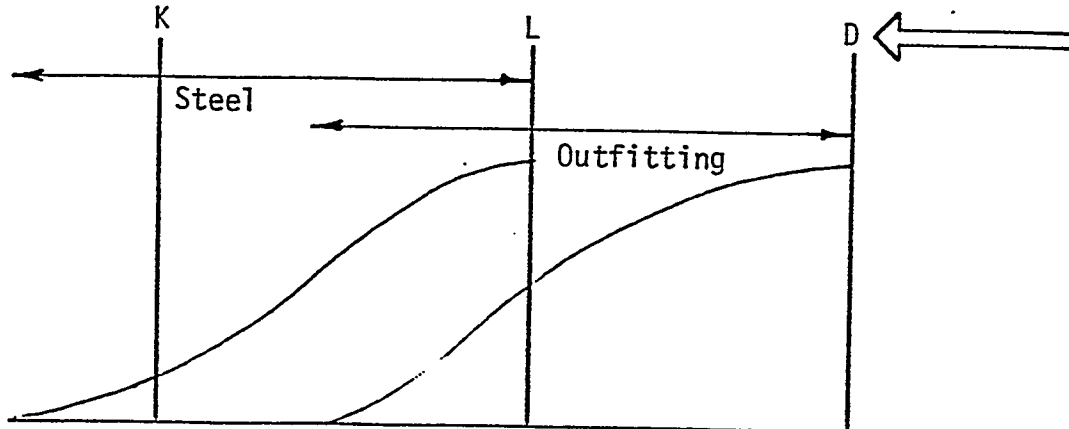


K = Keel Laying

L = Launching

D = Delivery

WITH PRE-OUTFITTING



Overlapping of steel and outfitting
enabled more than 50% completion
of total outfitting as of launching.

OVERLAP OF STEEL AND OUTFITTING

FIGURE 1-27

safer work, reduced cost, better quality and adherence to schedules.

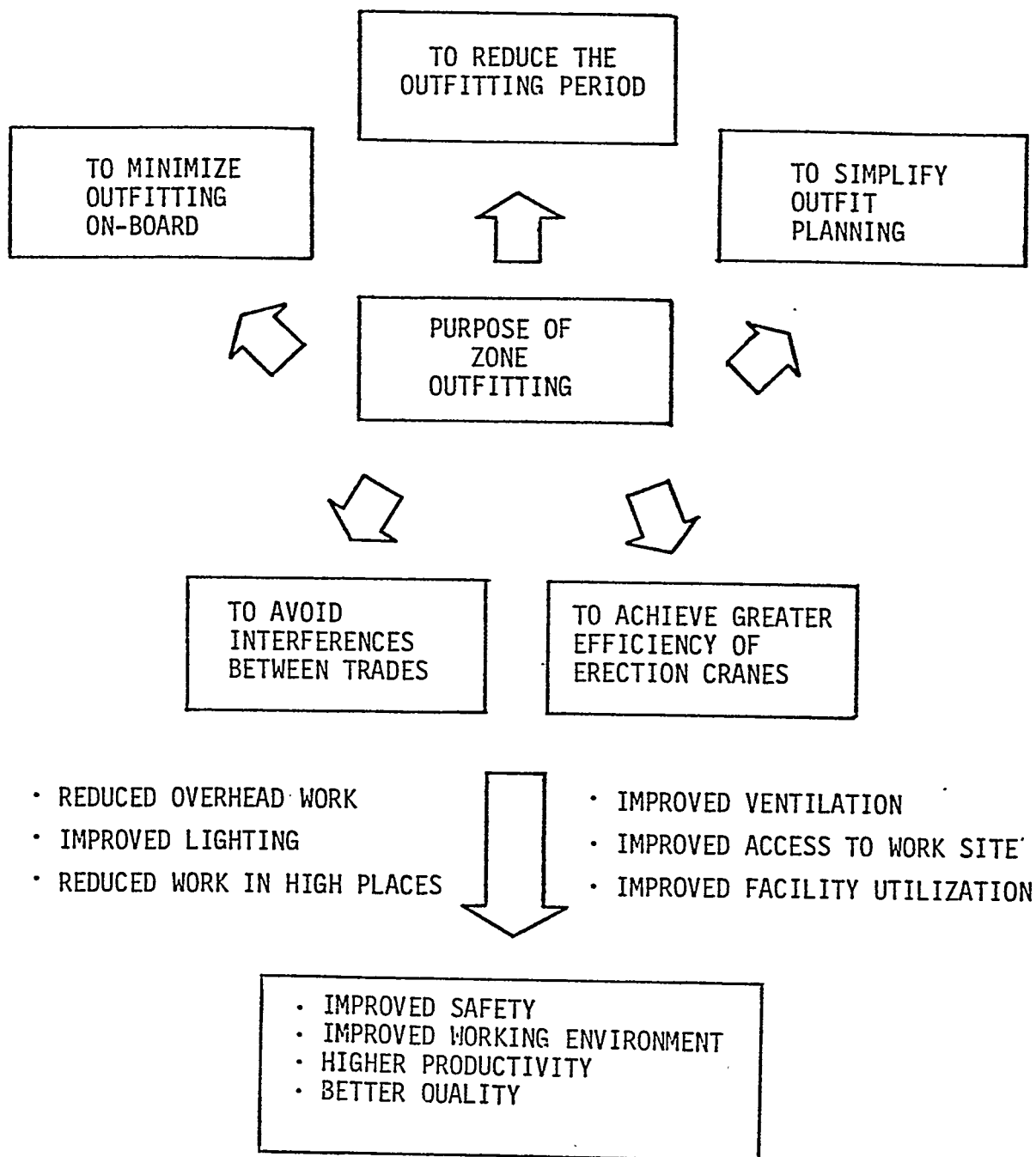
Figure 1-28 summarizes the goals and benefits of zone outfitting.

Zone outfitting features three basic stages: on-module, on-unit, and on-board. On-module and on-unit outfitting are generally referred to as "pre-outfitting".

Pre-outfitting generally can be classified into either on-module or on-unit outfitting. On-module outfitting is the assembly of an interim product consisting of manufactured and purchased components. On-module outfitting is given the highest priority at IHI despite the impact it may have on steel construction progress or even hull design. For example, in construction of the engine room innerbottom tank top, the side shell and bulkhead are elevated six to ten feet to avoid interference between modules and the side shell web during side shell erection.

On-unit outfitting is the installation of outfit components onto a hull unit during its assembly and/or after its completion. It is the next best alternative to on-module outfitting. On-unit outfitting may be done on a hull assembly slab, or a unit may be moved to an area (inside or outside) that is designated for outfitting.

Although on-unit outfitting requires close coordination between steel, outfitting and painting, it provides much better working conditions, accessibility and utilization of equipment than on-board work. On-unit outfitting on the engine flat units is especially beneficial due to the heavy concentration of material beneath the flats and the ability to apply downward installations on units that can be placed in an inverted position. IHI practices extensive application of on-unit outfitting on engine flat units.



GOALS AND BENEFITS OF ZONE OUTFITTING

FIGURE 1-28

As a result of high pre-outfitting, the on-board outfitting can be limited to the connection of modules and pre-outfitted units, final painting, tests and trials. Realistically, however, some installation of outfit components in a hull will remain for installation at erection sites or outfitting piers which cannot be productively incorporated into on-module or on-unit outfitting.

Incorporation of the pre-outfitting method results in fewer total manhours due to the work being performed under high-efficiency conditions. This is substantiated in Table TI-4 which shows a productivity comparison between pre-outfitting and on-board outfitting. The data was collected from the engine room outfitting of a bulk carrier built at the IHI-Aioi shipyard. In summary, this table portrays on-module outfitting as over seven times more efficient than on-board outfitting; on-unit outfitting three times as efficient; and total pre-outfitting four times faster. In this case, 77 per cent by weight of the outfitting in the engine room was pre-outfitted.

Palletization

The pallet concept is an indispensable system for effective zone outfitting. Literally, a pallet is a container in which materials are contained and transported to the work site for installation. Figure 1-29 shows the design of the type of pallets commonly used at IHI.

The word "pallet" at IHI refers more generally to a unit of work specified by zone, and a unit of materials identified by zone. It is a conceptual approach that allows information from the design, material and production departments to integrate so that each can have a common understanding of shipbuilding management and control.

Pursuing the merits of pre-outfitting inevitably leads to incorporation of palletizing methods. However, the palletizing concept can be

PALLET USED IN IHI

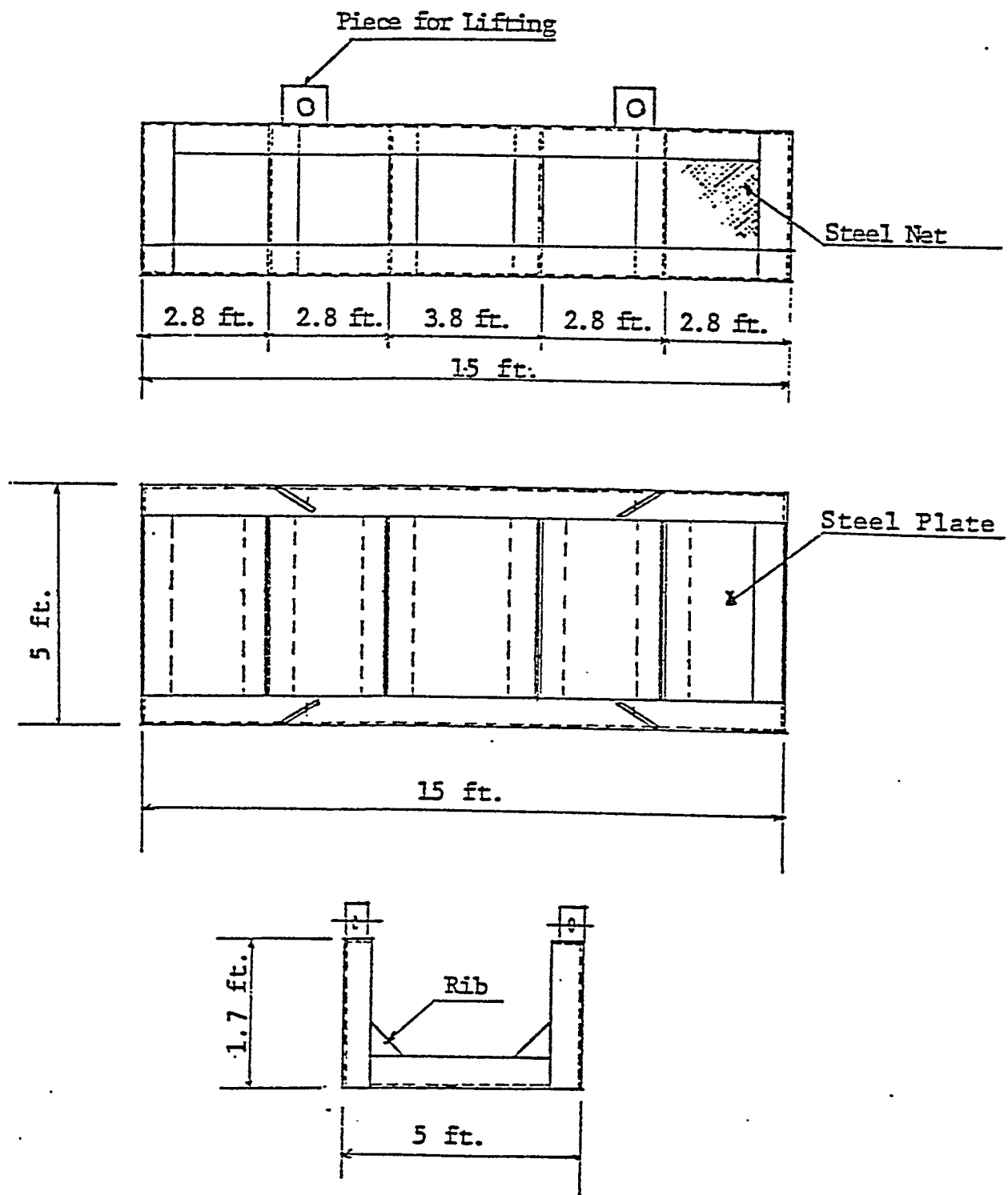


FIGURE 1-29

adopted independently of pre-outfitting development. In pre-outfitting, certain units are specified, such as for a compartment or zone of a ship, a group of fittings surrounding certain machinery, or a group of tubing arrangements. In palletizing, the regional unit can be further divided into regions from the viewpoint of job stages or job procedures. Thus, the palletizing concept may be executed with the primary intention of optimizing the job itself, whether it is at a pre-outfitting or an on-board stage.

It is a fundamental prerequisite that composite drawings and Material Lists for Fitting (MLF's) be prepared for full implementation of the palletizing concept. In order to load materials completely in a pallet, it is convenient to use the MLF as a check-list and to utilize it as a ticket for the materials being issued.

A common use of the pallet system is for the palletizing of pipe and piping components. Other material can also be palletized in conjunction with the composite drawing and the MLF systems, such as electrical supplies, joiner material, ductwork, steel outittings, etc.

IHI recommended the complete "pallet" concept to Livingston, as a means to improve productivity without a great amount of capital expenditure. Livingston has made a significant number of changes in its systems and procedures to incorporate this philosophy.

WELDING METHODS

The welding process receives considerable attention at IHI as they regard ship construction as primarily a welding process, all other activities being essentially supporting. This is apparent in the

construction methods specified at IHI, where units are turned or built in various positions, even upside-down, in order to accommodate the most efficient welding processes.

IHI avoids overhead welding, cramped positions for welding, manual welding methods and rework. The importance of welding at IHI is also demonstrated in their wide application of welding standards in the determination of assembly times for planning and scheduling purposes.

The welding methods in use at IHI-Aioi are listed in Table TI-5. A midship section showing typical application of automatic welding on a 70,000 DWT bulk carrier is shown on Figure 1-30. Following this sketch is a complementary chart describing automatic welding in modernized shipbuilding, Table T1-6, listing types of welding methods and applications of each type.

The types of welding methods employed at IHI are not significantly different from those used at Livingston. However, significant differences exist between the application of these methods; e.g., the amount of automatic welding, the dictation of construction methods by welding methods, and the adherence to the predetermined welding sequence. The methods employed at IHI and transferred to Livingston include vertical downward welding and gravity welding. Other methods studied jointly by IHI and Livingston include one-sided welding, pipe welding, welding sequence and welding applications at each construction stage.

Vertical downward welding is a process which utilizes a specially designed, Jew-hydrogen type electrode. This welding method is a proven high-efficiency vertical welding method. A comparison between vertical upward and vertical downward welding indicates the downward method is two

Kind of Welding Method	Division	Popular Name	Stage	Part of Mainly Application
CO ₂ arc welding	Each side semi-automatic		All	Butt & Fillet joint of flat position
	One side semi-automatic		Assembly Erection	Butt & Fillet joint of flat position
	One side automatic	DTM process	Erection	Flat & Vertical butt joint of internal member
Submerged arc welding	Each side one pass		Sub-assembly	Plate joint of panel
	Combined with one side CO ₂ arc welding		Assembly Erection	Plate joint of panel
	Combined with manual arc welding		Assembly	Butt joint of curved shell
	One side by apparatus	FCB process	Assembly	Plate joint of panel
	One side with handy backing material	KATAFLUX or FAB	Assembly Erection	Butt joint of curved shell Block joint
	Fillet	MISA	Sub-Assembly	Fillet joint of panel to internal member
Electro-Gas & Electro-Slag welding	Automatic Electro-Gas	Elegas	Erection	Vertical butt joint of S. shell & Bulkhead
	Simplified Electro-Gas	SEG	Erection	Vertical butt joint at short length
	Consumable nozzle Electro-Slag welding	CES	Erection	Vertical butt joint of Longitudinal stiffener member
Horizontal Automatic welding	One side with CO ₂ arc welding	M3-ZA	Erection	Horizontal butt joint of Side shell
Non-Gas arc welding	Semi-automatic	Open arc	Erection	Horizontal fillet joint
	Automatic	Open arc	Erection	Horizontal fillet joint between T. Top & Hopper

TABLE T1-5
IHI WELDING METHODS

TYPICAL APPLICATION OF AUTOMATIC WELDING IN BULK CARRIER (70,000 DWT)

1. ASSY. SEAM JOINT
F.C.B.
3. DECK SEAM, TANK TOP SEAM
AND BUTT
F.A.B. OR KATAFLUX
4. ASSY. HORIZONTAL FILLET WELD
LINE WELDER
7. SIDE SHELL BUTT
P. ELE - GAS
14. LONG'L BHD BUTT
ELE - GAS
15. SIDE SHELL SEAM
M3-Z
16. BOTTOM SHELL BEAM AND BUTT
OSCON-OB
17. DECK LONG'L BUTT
C.E.S.

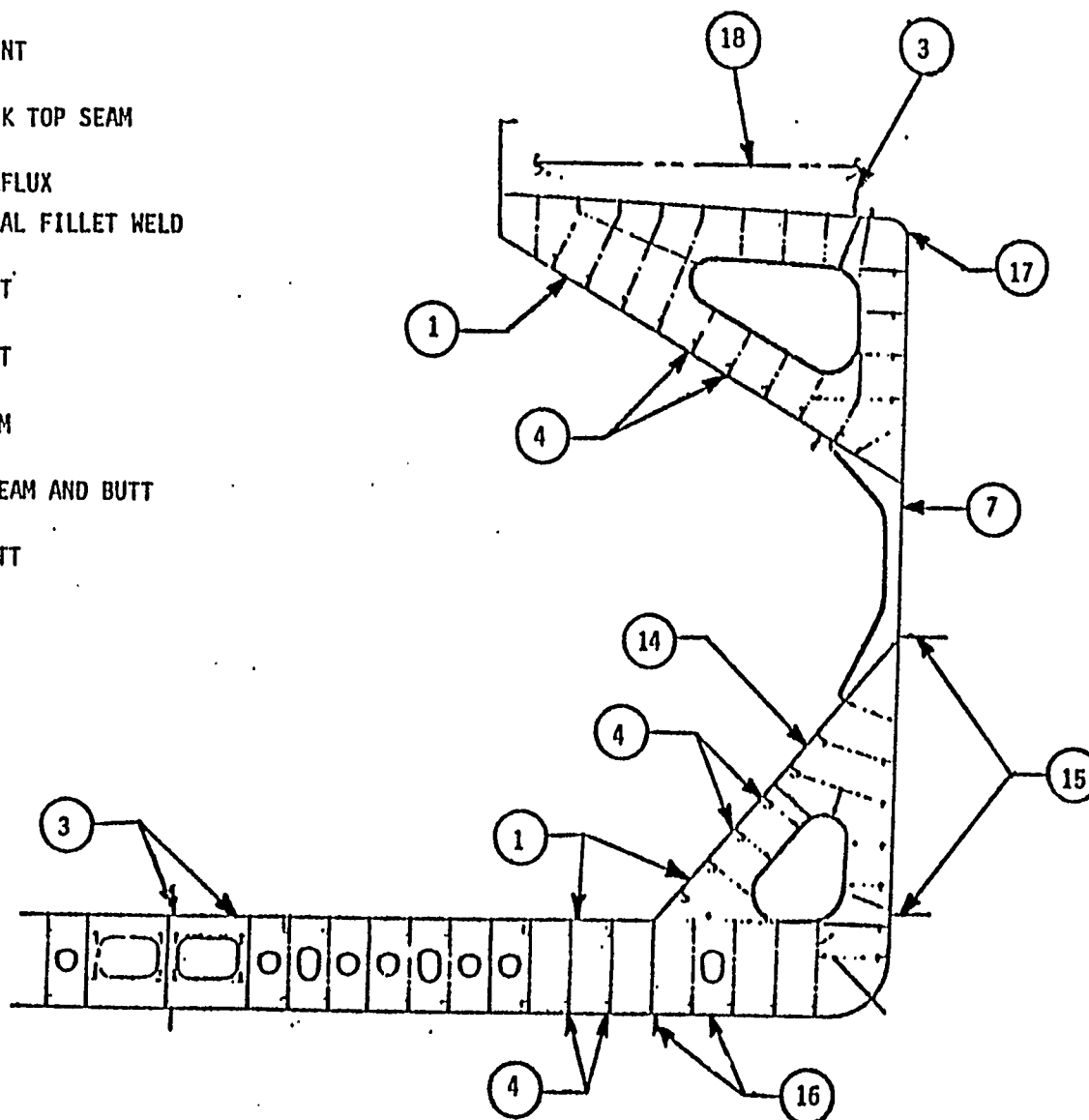


FIGURE 1-30

TABLE TI-6

AUTOMATIC WELDING IN MODERNIZED SHIPBUILDING							
ITEM	NO.	WELDING MEETHOD	APPLICATION	ITEM	NO.	WELDING METHOD	APPLICATION
One-Styled Plate Welding	1	Flux copper backing one-sided submerged arc welding (F.C.B. Process)	Panel block joint on assembly stage	Welding on Work Unit (Erection)	10	Consumable nozzle electro slag welding (C.E.S. Process)	Web plate of cross the
	2	RF-1 Flux one-sided submerged arc welding (RF Process)	Panel block Joint on assembly stage		11	C.E.S. and F.A.B. process by same welding & wire (KOB-FAB Process)	Horizontal Girder
	3	Flux asbestos backing one-sided submerged arc welding (F.A.B. Process)	Curved part panel block joint on assembly stage bottom shell plate seam & deck late seam Joint on erection stage		12	Semi-automatic CO ₂ welder	Face plate of cross tie
Frame Welding on Assembly Stage	4	Twin tandem horizontal fillet welding (T.T.F. Process or line welder)	Horizontal fillet of longitudinal members on panel plate		13		Web plate of side longitudinal face plate of cross tie
	5	Fillet bead in the vertical position with gasless arc welding (SA-unit)	Vertical fillet welding between the transverse an longitudinal members	Others on Erection Stage	14	Electro as arc welding	Butt joint on side shell & longitudinal bulkhead
	6	Portable sumberged arc fillet welding (SUBSTAR-1)	Horizontal fillet welding of eggbox & innerstructure		15		Seam joint on side shell plate
Welding on Work Unit (Erection Stage)	7	Electro gas arc welding with press roller	Butt joint on transverse bulkhead & bottom transverse		16		Seam & butt joint on bottom shell plate
	8	Powder plug arc welding (P.P.A. Process) & Contact bar submerged arc welding (CBS Process)	Butt joint on longitudinal of side shell & longitudinal bulkhead		17		Butt joint on round gunnel part
	9	One-sided electro gas arc welding (S.E.G. Arc-S Process)	Butt joint on deck transverse web plate		18	Consumable nozzle electro slag welding (C.E.S. Process)	Butt joint on deck longitudinal, lower longitudinal bulkhead & engine girder
					19	Twin electrode type consumable nozzle electro slag welding (KOB-OL Process)	Butt joint on bottom longitudinal

to four times faster in arc time than vertical upward. This method is applicable to welding at the sub-assembly, assembly and erection stages.

One-Sided Welding

IHI utilizes the one-sided welding method in various applications of the assembly and erection stages. The processes utilized include F.C.B. (Flux Core Backing), F.A.B. (Flux Asbestos Backing), R.F. (RF-1 Flux), and CO₂ one-sided welding.

The one-sided welding method utilizes backing strips that function similarly in principle but differently in design which allow the welding bead to join both plates with the application of welding on one side only. One-sided welding offers the obvious advantages of elimination of welding on the reverse side of the plates, elimination of plate turnover and handling and less overhead space required for this turnover. Fewer cranes and more conveyors can thus be used for more efficient and productive work.

Other Auto/Semi-Auto Welding Methods

The submerged-arc welding method is a highly efficient welding method with large heat input and is most widely applied to a straight welding line. This method is most commonly utilized to weld flat butt joints at the sub-assembly and assembly stages.

CO₂ gas semi-automatic arc welding is performed at IHI using standard CO₂ welding equipment. CO₂ arc welding methods are utilized in one-sided and two-sided welding applications.

Electro-gas welding is a form of CO₂ gas arc welding used on the vertical butt joints of side shells and bulkheads. The welding equipment is lifted by a chain block hanging on top of the butt joint. The welding

operator ascends the side of the vessel in an automatically driven gondola, progressing at the speed of his welding. The weld metal is applied in the joint using water cooled sliding copper shoes.

Gravity welding is a semi-automatic welding method which utilizes natural gravity in the welding process. It is primarily applicable to horizontal fillet welds in the assembly or sub-assembly stages.

The gravity welding unit is a simple structure designed to hold the electrode at the proper drag angle and proper electrode angle-to-joint posture.

The amount of automatic welding applied to hull steel construction on the different types of ships built at IHI is specified in Table T1-7. The ratio of automatic welding to manual welding for the F-32 ships is given as follows:

Sub-assembly66.0%
Assembly	42.7%
Erection	11.9%
Total Hull	44.4%

IHI believes in a pre-determined welding sequence that is strictly adhered to in the construction process. The welding sequence proposed by IHI for the bulkers at assembly and erection is illustrated in Figures 1-31 and 1-32.

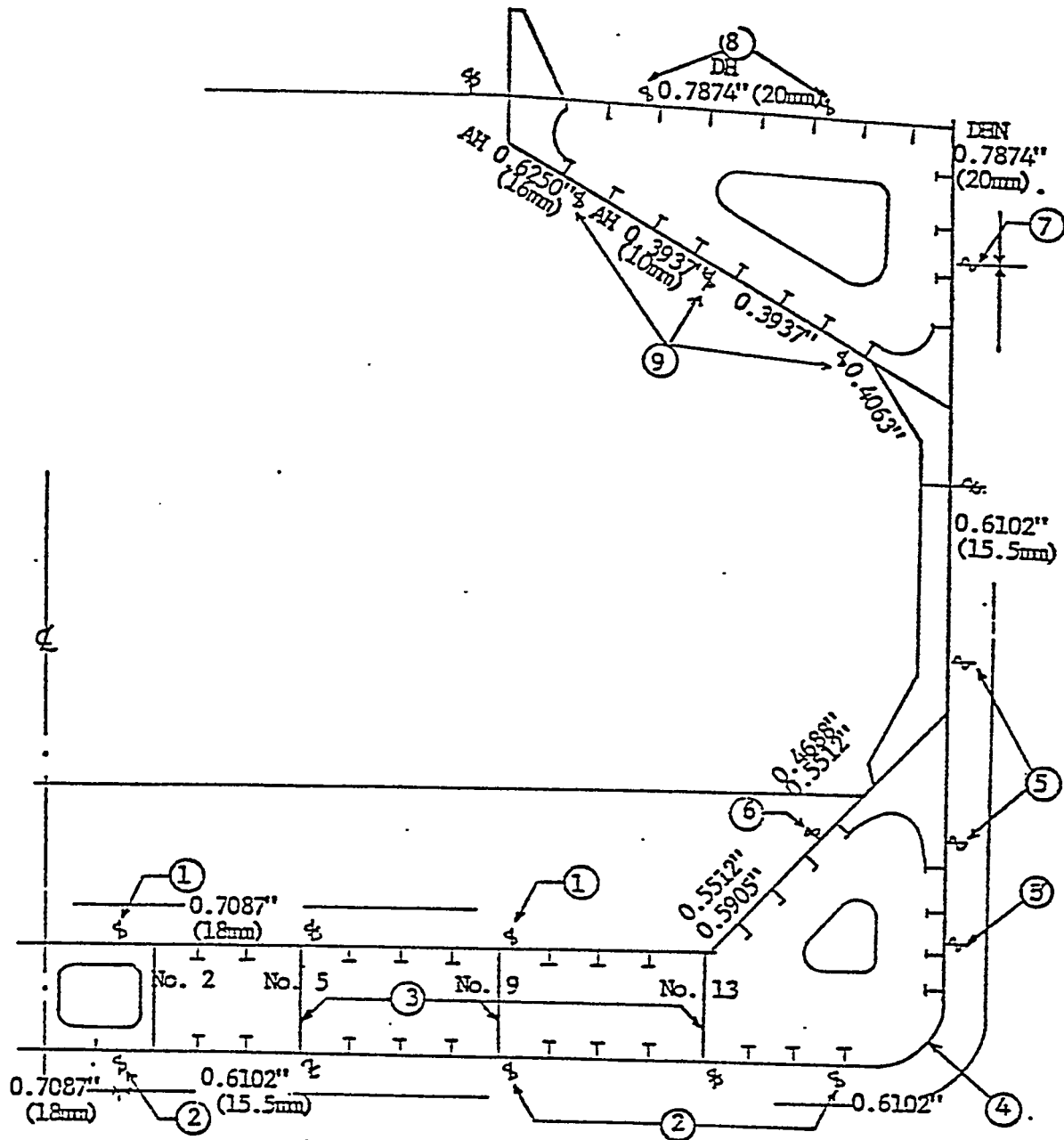
Pipe welding equipment available at the IHI-Aioi shipyard includes:

<u>Machine</u>	<u>Capacity</u>	<u>Quantity</u>
NC 4-point welder	2-1/2"	1
NC 2-point welder	2-1/2"	1
CO ₂ Gas shield arc welder	300A	28
CO ₂ Gas shield arc welder	500A	5

AUTO-WELDING RATIO IN IHI'S AIOI SHIPYARD (EXCLUDING SUBCONTRACTING)

Type of Ship	Hull Steel		No. of Units	Sub-Assembly				Assembly				Erection				Total Hull Steel			
	Total	H.T.		Auto-Welding	Manual Welding	Sub Total	Ratio	Ratio	Manual Welding	Sub Total	Ratio	Auto Welding	Manual Welding	Sub Total	Ratio	Auto Welding	Manual Welding	Total	Ratio
Future - 32	3,422	472.3	114	(H)	(H)	(H)	(%)	(H)	(H)	(H)	(%)	(H)	(H)	(H)	(%)	(H)	(H)	(H)	(%)
				20,750	11,173	31,923	65	4,223	90,404	(66.8)	4.5	1,800	13,290	15,090	11.9	26,773	114,867	141,640	18.9
Friend Ship	4,138	/	66			(24.7)		3,743	67,081	(65.3)	5.3			(10.0)		22,653	85,706		20.9
				17,365	9,350	26,715	65	26,832	40,249		43.2	1,545	9,275	10,820	14.3	49,405	58,874	108,279	45.7
Freedom	2,692	/	72			(25.3)		2,411	57,108	(64.7)	4.0			(10.0)		18,475	73,568		20.0
				15,141	8,153	23,294	65	22,843	34,265		42.4	923	8,307	9,230	10.0	41,318	50,725	92,043	44.9
Freedom - II	2,840	/	54			(27.1)		2,393	51,881	(64.7)	4.4			(8.2)		17,851	66,039		21.3
				14,768	7,952	22,720	65	20,752	31,129		38.2	690	6,200	6,896	10.0	38,603	45,287	83,890	46.0
60,000 Tanker	8,067	1,753.2	153			(28.6)		7,674	11,243	(61.7)	6.5			(9.8)		38,110	154,761		19.8
				27,555	27,555	55,111	50	44,497	66,746		43.9	2,881	15,963	18,844	15.3	82,607	110,264	192,871	42.8
Container (1240)	10,926	/	223			(28.0)		4,938	28,484	(59.0)	3.7			(13.0)		31,120	195,073		13.8
				25,308	37,963	63,271	40	36,545	89,939		32.6	874	28,620	29,500	3.0	69,665	156,528	226,193	30.8
				26%				64%				10%							
NOTE: RATIO = $\frac{\text{Welding Length of Auto, Semi-Auto and Gravity}}{\text{Total Welding Length}} \times 100$																			19.1
(1) Sub-Assembly: including gravity welding																			42.4
(2) Assembly: upper not including gravity welding, lower including gravity welding, (G) = Welding Length of Gravity Welding																			

WELD SEQUENCE - ASSEMBLY STAGE



MIDSHIP SECTION

FIGURE 1-31

[illegible]

FIGURE 1-32

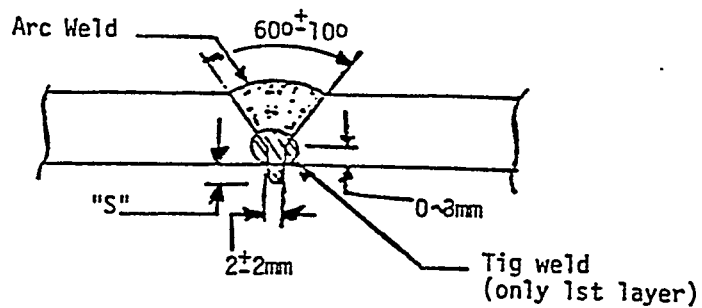
<u>Machine</u>	<u>Capacity</u>	<u>Quantity</u>
DC Tungsten inert-gas welder	200A	4
DC Tungsten inert-gas welder	500A	1
AC Shield metal arc welder	200A	7
AC Shield metal arc welder	300A	4
AC Shield metal arc welder	400A	6
AC Shield metal arc welder	500A	10

TIG welding is principally applied to pipe finished in accordance with Grades A and B and mostly arc welding to pipe finished to Grade C. The butt welding method for TIG welding is illustrated in Figure 1-33, with a chart of maximum allowable values (metric) for height of the inside welding bead "s". Figure 1-34 provides illustration of the butt welding method of arc welding and a table of metric gap values.

JIGS AND FIXTURES

IHI has developed innumerable jigs and fixtures for use throughout the shipyard. Livingston has adopted some of the major jigs, such as the adjustable pin jig system for curved unit assembly, as well as some of the smaller jigs. The jigs and fixtures used at IHI are too numerous to list. Naturally, a number of these are designed to complement the IHI facilities and methods of operation and may not apply elsewhere.

Some of the jigs currently in use have been illustrated by sketches, including some made by Livingston with minor modification. A composite of these sketches of jigs and fixtures is provided on the following pages as being representation of typical jigs used at IHI.



Dimension ; mm

Pipe grade	Nominal dia	"S" (Max)
A GRADE	All dia.	All around 2
	15 ⁺ 25 ⁺	Partial 2
	40 ⁺ above	Partial 4
B GRADE	15 ⁺ 25 ⁺	All around 3
	40 ⁺ above	All around 3
	15 ⁺ 25 ⁺	Partial 3
	40 ⁺ ~ 65 ⁺	Partial 4
	80 ⁺ above	Partial 5

BUTT WELDING METHOD - TIG WELDING

FIGURE 1-33

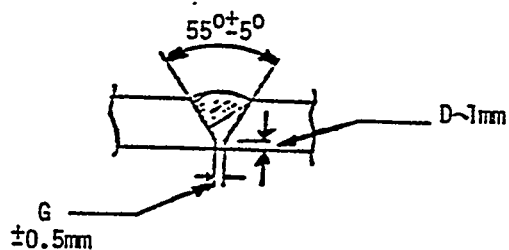


Table of Gap.

(unit: mm)

Thick. Dia.	15	20	25	40	50	65	80	100	125	150	200	250	300	350 & above
SGP	G = 1.0					G = 2.0								
Sch 40														
Sch 80					G = 3.0									
Sch 120														

BUTT WELDING METHOD - ARC WELDING

FIGURE 1-34

<u>NUMBER</u>	<u>COMPANY</u>	<u>DESCRIPTION</u>	<u>USE</u>
Fig. 1-35	IHI	Plate Positioner	Positions plate on the conveyor leading to the shot blast facility.
Fig. 1-36	IHI	Flat Bar Setting Jig	Positions flat bar eliminating tack welding.
Fig. 1-37	LSCo	Tee Support	Supports T-bar at the setting stage on panel line.
Fig. 1-38	LSCo	Alignment Jig	Aligns face plate to eliminate a welded piece.
Fig. 1-39	IHI	Parallel Check Device	Checks plates for parallel to Planer Rail.
Fig. 1-40	IHI	Gas Cutter Stopper	Self-stopping mechanism for gas cutting machine.
Fig. 1-41	IHI	Angle Lifting Hook	Clamp for lifting angles.
Fig. 1-42	IHI	Tee Lifting Hook	Clamp for lifting T-bar.
Fig. 1-43	IHI	Unit Lifting Hook	Hook to lift assembled units by plating through existing holes.
Fig. 1-44	IHI	Hole Cutter-Shell Plate	Cuts circular holes in curved shell plate using gas cutter.
Fig. 1-45	IHI	Hole Cutter - Suction Box	Cuts circular holes in Sea Water Suction Box using gas cutter.
Fig. 1-46	IHI	Roller with Guides	Portable roller bender used with a bending guide mounted on the upper roller.
Fig. 1-47	IHI	Reamer Jig	Reamer bolt squeezing jig used to eliminate awkward work in narrow spaces.
Fig. 1-48	IHI	Bolt Alignment Jig	Tapered alignment jig used for a reamer bolt on an intermediate shaft coupling.

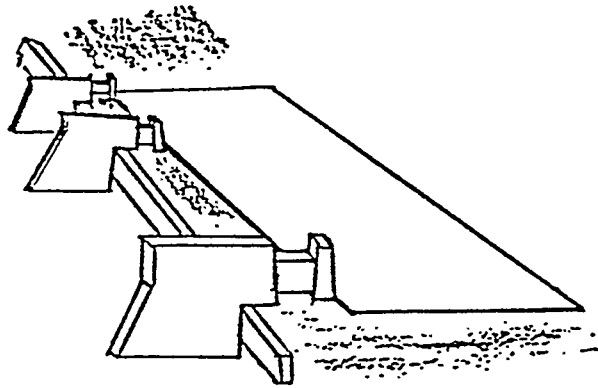


FIGURE 1-35

IHI: Plate Positioner

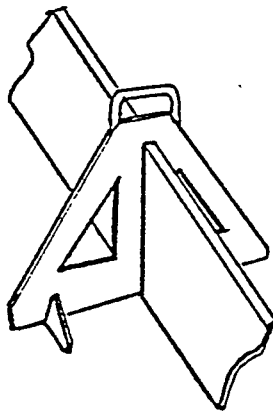


FIGURE 1-36

IHI: Flat Bar Setting Jig

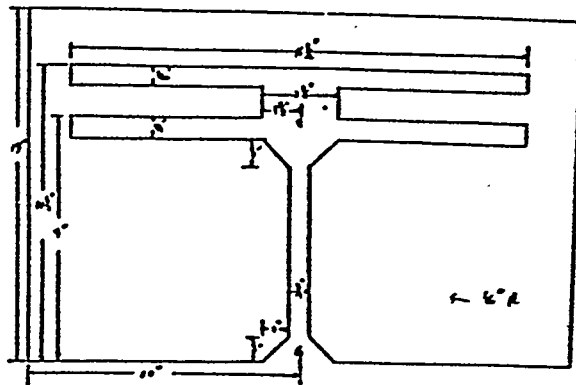


FIGURE 1-37

LSCo: Tee Support

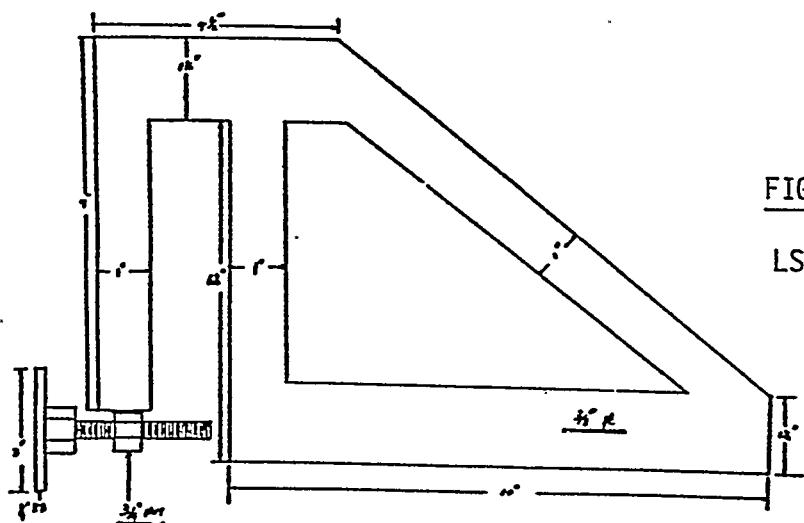


FIGURE 1-38

LSCo: Alignment Jig

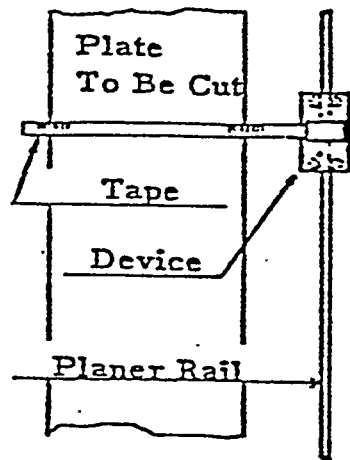


FIGURE 1-39

IHI: Parallel Check Device

FIGURE 1-40

IHI: Gas Cutter Stopper

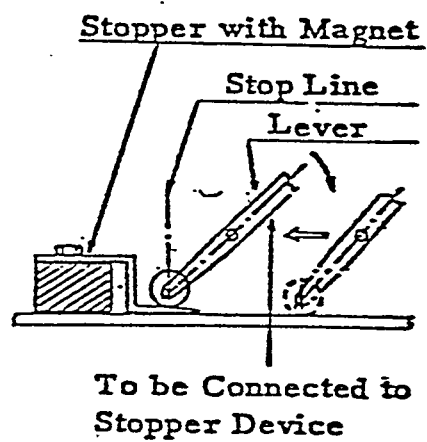




FIGURE 1-41

IHI: Angle Lifting Hook

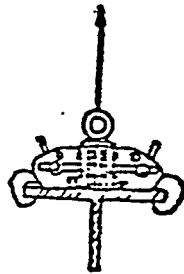


FIGURE 1-42

IHI: Tee Lifting Hook

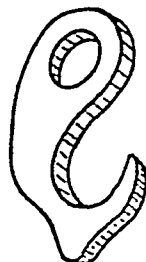


FIGURE 1-43

IHI: Unit Lifting Hook

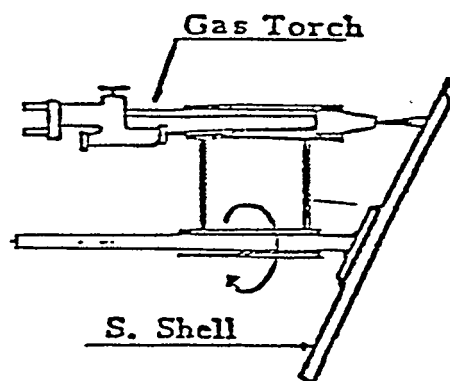


FIGURE 1-44

IHI: Hole Cutter - Shell Plate

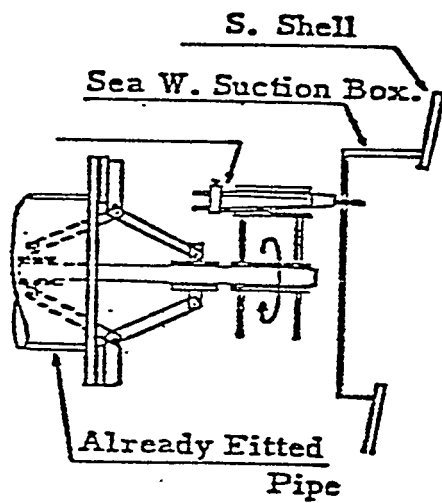


FIGURE 1-45

IHI: Hole Cutter - Suction Box

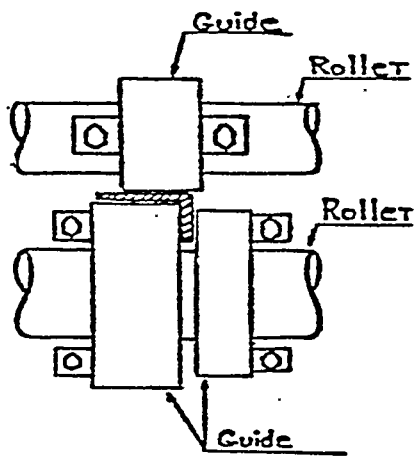


FIGURE 1-46

IHI: Roller with Guides

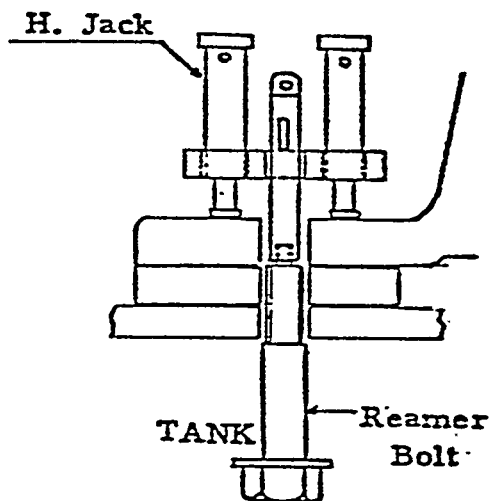


FIGURE 1-47

IHI: Reamer Jig

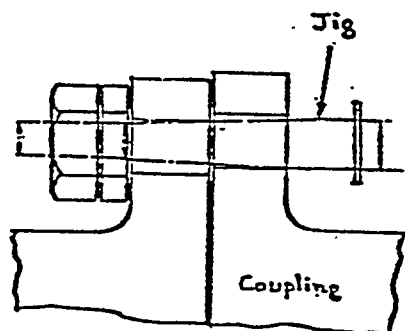


FIGURE 1-48

IHI: Bolt Alignment Jig

FACILITY IMPROVEMENT PLAN

The Livingston Shipbuilding Company Facility Capacity and Capability Study was conducted in July, 1979, under Sub-task 4.1 of the TTP. This study served as a baseline in the evaluation of Livingston facilities for future improvements.

FACILITY INFORMATION - LSCo AND IHI

The Livingston facility at Orange began building steel vessels in 1933. Since then over 700 steel vessels of all types have been constructed. This includes 163 vessels for the offshore industry, 167 vessels for the U. S. Government, and 372 commercial vessels.

The bulk carriers presently under construction are a modified design of IHI's Future-32 vessel. The largest ships ever built at Livingston, they represent Livingston's first major commercial vessels. Differences in facilities, lifting capabilities, methods and other factors result in different construction techniques between the LSCo and IHI shipyards.

The Aioi shipyard at IHI is considered to be comparable to a medium-sized American shipyard. A comparison of IHI and Livingston facilities was undertaken and some of the results are shown below:

Facilities at the IHI-Aioi shipyard include the following:

Building Dock #1:
180,000 DWT Capacity
Crane Capacity: 2 x 200 ton
2 x 80 ton

Building Berth #3:
164,000 DWT Capacity
Crane Capacity: 2 x 120 ton
2 x 80 ton

Shipbuilding Capacity: 8,000 tons per month or
12 F-32 ships per year

Ground Area: 635,034 m² (6,835,673 ft²)

Building Area: 103,332 m² (1,112,293 ft²)

LSCo MARKET PROJECTIONS

At the time Livingston negotiated its five-ship bulker contract in 1978, the future market for the company's business was projected as follows:

45 per cent Bulkerc or Tankers

30 per cent Jack-up Rigs

25 per cent Ship Repair

Since that time, demand for jack-up rigs has increased significantly, and strategy was revised in 1980 to reflect this shift in market conditions, to the following breakdown:

30 per cent Bulkerc or Tankers

45 per cent Jack-up Rigs

25 per cent Ship Repair

Current business at Livingston includes five jack-up rigs (one launched, one under construction three not yet started), and the bulker contracts (one launched, two under construction, and the remaining two optional vessels in the original contract having been canceled). Negotiations are underway for at least two more jack-up orders and two bulk-container ships.

The comparison between IHI and Livingston shipyards illustrates the differences in their markets and facilities. The approach taken in the Livingston Facility Study was ,to. determine those .improvements suggested by the IHI consultants that would benefit Livingston. With the explanation of the methodology of this facility study, an analysis of the Facility Study is now appropriate.

The IHI facilities were analyzed for comparison with LSCo facilities considering the throughput rates of each area. From a facility standpoint, IHI is highly productive due to a large ratio of enclosed areas, automated equipment, efficient layouts, and high equipment utilization, among other factors.

As a result of analysis of IHI facilities, a review of IHI recommendations, and projected requirements for LSCo throughput rates, a number of suggested improvements were made in the Sub-task 4.1 Final Report. These recommendations, and the actions taken up to the present time, can be summarized as follows:

- 1) Install an N/C Drafting Machine (agreed to in principle).
- 2) Install an N/C Burning Machine with plasma cutting torches (completed).
- 3) Purchase a 1:1 Optical Tracing Machine (completed).
- 4) Establish a Flame Bending Area, with work tables (completed).
- 5) Install a Panel Line operation (completed).
- 6) Install curved unit assembly jigs, or “pin jigs” (partially adopted).
- 7) Increase the amount of Assembly Areas (area increased by 40,000 ft²).
- 8) Build scaffolding for repeated use in bulker construction (some specifically designed scaffolding was used, but in other cases universal-type scaffold was rented).
- 9) Greater use of automatic welding equipment (LSCo has implemented one-sided welding in the Panel Line and this program is being expanded to Assembly Areas. Also, the use of vertical downhand welding rods was implemented).
- 10) Build new pipe shop (agreed to in principle).
- 11) Install automatic pipe bending machine (bought and installed 3“ capacity machine).
- 12) Build pipe pallets and arrange storage for fabricated pipe in pallets (30 pallets built and storage area allocated).

Naturally, these improvements are considered to be of greatest need and, as described above, many have already been implemented. There are a number of other desirable improvements which would be beneficial to shipyard efficiency and productivity. These are reviewed below for each area with the thought in mind that some improvements will be as much as five years away. Those improvements affecting the bulker program, in turn relating more directly to TTP items, are emphasized.

REVIEW OF AREAS FOR IMPROVEMENT

Table TI-8 lists desirable improvements throughout the shipyard which have not already been implemented. Each improvement has been categorized as being of high, medium or low priority, as determined by its relative significance compared to other needed improvements. These terms are loosely defined as follows:

High Priority - Immediate benefit to be gained, in an area with relatively significant impact to other shipyard activity.

Medium Priority - Substantial benefit foreseen, in a less significant area.

Low Priority - No particular urgency, area not presently ready for improvement to achieve maximum benefits, or the area has less effect on operations as a whole.

Those improvements designated as high priority show up in the first or second year of the long range plan. The medium priority improvements are spread through the second to fourth year, while the low priority items are planned for the fourth or fifth year.

Figure 1-49 is a layout of Livingston's facilities marked with the codings described on Table T1-8 to denote the location of improvements planned for the Livingston facility. Table T1-8 also specifies the main reason for each improvement in explanation of the benefits it would provide to the shipyard.

TABLE T1-8
PROPOSED IMPROVEMENTS

AREA	IMPROVEMENT	REASON FOR CHANGE	PRIORITY	COST*	CODE
A. STEEL STORAGE	1. CRANE TO HANDLE STRUCTURAL STEEL 2. EXTENSION OF MATERIAL HANDLING CRANE TO RIVER BANK	MORE EFFICIENT UNLOADING & HANDLING ALLOWS UNLOADING FROM BARGES	MEDIUM	50 - 200	A1
			MEDIUM	10 - 50	A2
B. STEEL PREP-ARATION	1. INSTALL ENCLOSED ABRASIVE BLASTING FACILITY 2. INSTALL VERTICAL PLATE STORAGE RACKS 3. REPLACE VERTICAL SHOT BLAST WITH HORIZONTAL TYPE	POLLUTION CONTROL, ATMOSPHERIC CONTROL MORE EFFICIENT HANDLING & STORAGE BETTER HANDLING OF MATERIALS	MEDIUM	500+	B1
			MEDIUM	10 - 50	B2
			LOW	500+	B3
C. FABRICATION SHOPS	1. ADD CAB-OPERATED CRANE IN SHOP 5 2. ADD 3000 TON VERTICAL PRESS 3. EXTEND SHOP 6 4. ADD 10 TON CRANE - SHOP 6 EXTENSION	ADDED LIFTING CAPACITY ADDED BENDING CAPACITY & VERSATILITY ORGANIZED MATERIAL FLOW; WEATHER PROTECTION ADDED LIFTING CAPACITY	LOW	50 - 200	C1
			HIGH	500+	C2
			HIGH	50 - 200	C3
			MEDIUM	50 - 200	C4
D. ASSEMBLY AREAS	1. BUILD NEW SHOP 7 FOR SUB-ASSEMBLIES 2. DECK HOUSE ASSEMBLY AREA 3. EXPAND SLAB AREAS & BUFFER STORAGE 4. EXTEND GANTRY RAILS (2ND ST.)	ORGANIZED MATERIAL FLOW; WEATHER PROTECTION ADDITIONAL SPACE & CRANE ACCESS INCREASED ASSEMBLY & STORAGE CAPACITY TO SERVICE EXPANDED ASSEMBLY AREAS	LOW	500+	D1
			LOW	50 - 200	D2
			MEDIUM	200 - 500	D3
			HIGH	50 - 200	D4
E. ERECTION AREAS	1. DRIVE SHEET PILING AT LAUNCHWAY 2. EXTEND SIDE LAUNCHWAYS INTO RIVER	TO PREVENT EROSION OF LAUNCHWAY INCREASE LOAD CAPACITY & DECREASE RISK OF VESSEL DAMAGE DURING LAUNCH	MEDIUM	200 - 500	E1
			LOW	50 - 200	E2
F. OUTFITTING AREAS	1. NEW PIPE SHOP 2. DRIVE SHEET PILING FOR OUTFITTING DOCK 3. REVISE POWER LINE OUTLAY 4. PURCHASE AUTOMATIC PIPE FABRICATION EQUIPMENT	BETTER MATERIAL FLOW & INCREASED PRE-OUTFITTING TO EXTEND WORKING DISTANCE REDUCED CHANCE OF POWER OUTAGE INCREASED PRODUCTIVITY	HIGH	50 - 200	F1
			MEDIUM	500+	F2
			LOW	10 - 50	F3
			LOW	10 - 50	F4
G. SHIP REPAIR	1. UPGRADE GAS-FREE PLANT 2. DRIVE SHEET PILING FOR REPAIR DOCKS 3. RELOCATE REPAIR FACILITIES	CONTINUED COMPLIANCE WITH STRICTER REGULATIONS RELOCATE REPAIR REDUCE COMMUNITY EXPOSURE TO AIR POLLUTION & LESS CONGESTION	HIGH	500+	G1
			MEDIUM	500+	G2
			MEDIUM	200 - 500	G3
H. MATERIAL HANDLING	1. CRANE TO HANDLE STRUCTURAL STEEL 2. EXTEND GANTRY RAILS 3. ADD RAILS, RELOCATE GANTRY FOR NEW O/F DOCK 4. ADD RAILS & GANTRY FOR RELOCATED REPAIR DOCK 5. STREET IMPROVEMENTS 6. PRIME MOVER FOR TRANSPORTER 7. NEW FORKLIFT FOR SHOP 5	(SEE A1 ABOVE) (SEE D4 ABOVE) REDUCED USE OF RIVER CRANES REDUCED USE OF RIVER CRANES BETTER VEHICLE TRAVEL TO PROVIDE ADEQUATE POWER TO INCREASE TRANSPORTING CAPABILITIES	-	-	A1
			-	-	D4
			LOW	200 - 500	H3
			LOW	200 - 500	H4
			HIGH	50 - 200	H5
			HIGH	10 - 50	H6
			HIGH	10 - 50	H7
I. ENGINEERING SUPPORT FACILITIES	1. PURCHASE N/C DRAFTING MACHINE FOR MOLD LOFT 2. ADDITIONAL OFFICE BLDG SPACE 3. PLOTTER & ASSOC. MACHINE TO PRODUCE WORKING DRAWINGS BY COMPUTER 4. GRAPHIC SYSTEM FOR 3D DRAWINGS 5. C.A.D. SYSTEM TO PRODUCE DRAWINGS	DECREASED MANPOWER CONSOLIDATE PERSONNEL AUTOMATED DRAFTING AUTOMATED DRAFTING AUTOMATED DRAFTING	HIGH	50 - 200	I1
			HIGH	50 - 200	I2
			LOW	50 - 200	I3
			LOW	10 - 50	I4
			LOW	50 - 200	I5
J. WAREHOUSING	1. INCREASE COVERED WHSE FACILITIES FOR STOCK 2. BUILD/PURCHASE STORAGE PALLETS	ADDITIONAL COVERED STORAGE SPACE BETTER MATERIAL HANDLING	HIGH	50 - 200	J1
			MEDIUM	10 - 50	J2

COST RANGES (\$000): 10 - 50 50 - 200 200 - 500 500+

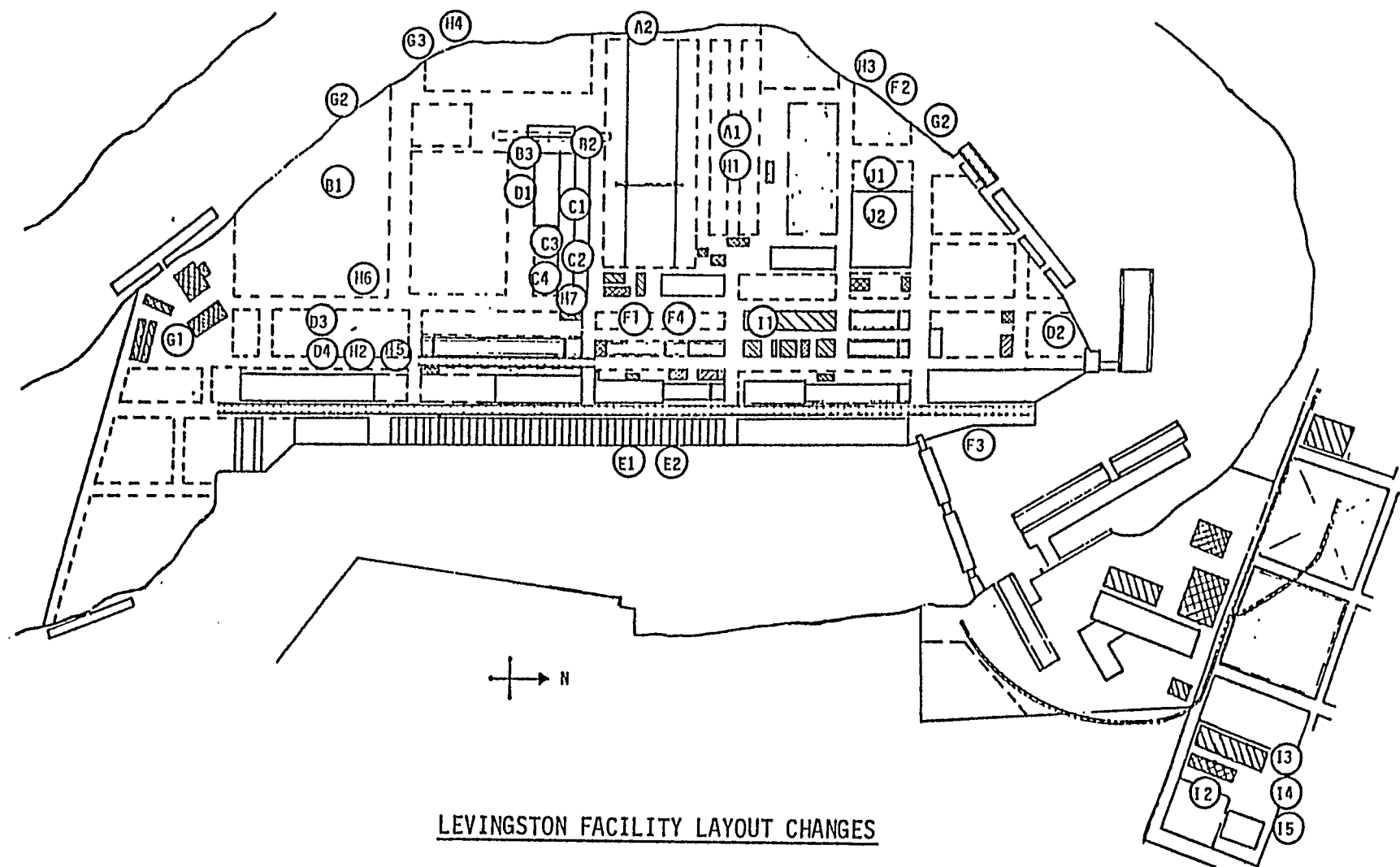


FIGURE 1-49

As a result of examination of each of these areas, and analysis of the effect of the proposed changes on other areas, the value of long range planning becomes apparent. In some cases, a change in one area conflicts with the improvement plans in another area. In other cases, a proposal in one area can complement that in another, but a modification of the original proposal may be necessary. This observation can be illustrated by examining the reasoning for changes in each area.

Steel Storage

It would be advantageous to Livingston to have the capability of unloading plates and structural from barges at the material storage yard.

Steel Preparation,

The two main problems needing correction in this area, and the proposed solution, include:

- 1) Problem: Sandblasting in open areas, creating dust and air pollution.

Proposal: Install enclosed blasting facility.

- 2) Problem: Plates are processed in blast and coat operations in a vertical position, but are stored horizontally before and after this operation.

Proposal A: Install vertical plate storage racks.

Proposal B: Replace the vertical shot blast facility with a horizontal type.

Fabrication Shops

Additional shop space, material handling capability, and plate forming capacity are desired.

Assembly

Additional shop space is desired to enclose assembly operations. A new location for assembly of deck houses is directly related to the plans for a future outfitting dock. Additional fabrication and assembly slabs are desired near the erection sites.

Erection Areas

Improvement to the side launchways is desirable for maintenance of its present condition and for increasing the capacity of its load-supporting capabilities for heavier ships.

Outfitting Areas

Improvements in outfitting facilities emphasize automated pipe fabrication and increased dock space. A new pipe shop with an orderly lay out and automated equipment is planned to increase pipe fabrication productivity.

Material Handling

Gantry service is planned as a supplement to expansions at the outfitting docks, repair docks, and unit assembly areas.

Engineering Facilities

The proposals for improvements in Engineering facilities relate mostly to requests for automated equipment. The N/C drafting machine is a high priority item. Other proposals relate to computer-aided design equipment.

Warehousing

Livingston presently faces a shortage of covered warehouse space for its current business. Therefore, additional storage space is a high priority item. Also, plans are being formulated to build storage pallets for warehouse use similar to the pallets used for fabricated pipe storage.

LONG RANGE PLAN

This analysis of proposed improvements was summarized in Table T1-8. Subsequent to analyzing these desired changes, a chart giving advantages and disadvantages of each proposal was developed and is shown as Table T1-9. The purpose of this exercise is two-fold:

TABLE T1-9 EFFECTS OF PROPOSED IMPROVEMENTS

LEGEND:

XX	SIGNIFICANT DEGREE
X	MODERATE DEGREE
	NOT APPLICABLE

PROPOSED IMPROVEMENT

- A. STEEL STORAGE
1. CRANE FOR STRUCTURALS
2. EXTEND STORAGE YARD
- B. STEEL PREPARATION
1. ENCLOSED BLAST HOUSE
2. VERTICAL PLATE RACKS
3. HORIZONTAL SHOT BLAST
- C. FABRICATION SHOPS
1. CRANE - SHOP 5
2. 3000 TON VERTICAL PRESS
3. EXTEND SHOP 6
4. CRANE - SHOP 6
- D. ASSEMBLY AREAS
1. ADD SHOP 7 - S/A'S
2. DECK HOUSE ASSY AREA
3. EXPAND SLABS
4. EXTEND GANTRY RAILS
- E. ERECTION AREAS
1. SHEET PILING - LAUNCHWAY
2. EXTEND LAUNCHWAYS
- F. OUTFITTING AREAS
1. NEW PIPE SHOP
2. SHEET PILING - O/F DOCK (SEE H3 BELOW)
3. POWER LINES
4. AUTO. PIPE FAD EQUIPMENT
- G. ENVIRONMENTAL & REPAIR
1. GAS-FREE PLANT
2. SHEET PILING - REPAIR DOCKS (SEE H4 BELOW)
3. RELOCATE REPAIR
- H. MATERIAL HANDLING
1. CRANE FOR STRUCTURALS (SEE A1 ABOVE)
2. EXTEND GANTRY RAILS (SEE D4 ABOVE)
3. GANTRY - O/F DOCK
4. GANTRY - REPAIR DOCK
5. STREET IMPROVEMENTS
6. HOVER FOR TRANSPORTER
7. FORKLIFT FOR SHOP 5
- I. ENGINEERING FACILITIES
1. H/C DRAFTER
2. ADD'L OFFICE SPACE
3. PLOTTER FOR COMPUTER DRAWINGS
4. GRAPHIC SYSTEM - 3D DRAWINGS
5. C.A.D. SYSTEM FOR DRAWINGS
- J. WAREHOUSING
1. MORE COVERED WISE SPACE
2. STORAGE PALLETS

ADVANTAGES	INCREASED PRODUCTIVITY	FEWER DELAYS	MORE FLEXIBILITY	BETTER QUALITY	EASIER PLANNING	SAFER CONTROL	FEWER CONDITIONS	REDUCED CONGESTION	BETTER PERSONNEL	EXPANDED MAT'L FLOW	IMPROVED AREA	WEATHER MAINTAINING	RELIEVES BACKLOG	POLLUTION PROTECTION	EASIER BOTTLENECK	REPLACES STANDARD	ELIMINATES OBSOLETE	UPGRADES OBSOLETE	AUTOMATES AN OPERATION	EXTENSION OF OTHER EQUIPMENT	DISADVANTAGES	CAPITAL INVESTMENT	SLOW PAYBACK	ADDITIONAL PROJECT	INCREASED PERSONNEL	TRAINING MAINTENANCE	LAYOUT CHANGES	INCREASED COST	INCREASED MAT'L HANDLING
A. STEEL STORAGE	X	X																											
1. CRANE FOR STRUCTURALS	X	X																											
2. EXTEND STORAGE YARD																													
B. STEEL PREPARATION																													
1. ENCLOSED BLAST HOUSE	X	XX	X	X	XX	X	XX		X	X		XX	X	X	X	XX	X												
2. VERTICAL PLATE RACKS																													
3. HORIZONTAL SHOT BLAST	X	X																											
C. FABRICATION SHOPS																													
1. CRANE - SHOP 5	X	XX	X																										
2. 3000 TON VERTICAL PRESS	XX	XX	X	X	X																								
3. EXTEND SHOP 6	XX	XX	X	X	X																								
4. CRANE - SHOP 6	X	XX																											
D. ASSEMBLY AREAS																													
1. ADD SHOP 7 - S/A'S	XX	X	X	XX	XX	X	X	XX	XX	XX	X	XX	XX	XX	X	XX	X												
2. DECK HOUSE ASSY AREA	X	X																											
3. EXPAND SLABS	XX	X	X	X	X																								
4. EXTEND GANTRY RAILS	XX	X	X																										
E. ERECTION AREAS																													
1. SHEET PILING - LAUNCHWAY																													
2. EXTEND LAUNCHWAYS																													
F. OUTFITTING AREAS																													
1. NEW PIPE SHOP	XX	X	X	X	XX	XX	X	X	XX	XX	X	XX	XX	XX	X	X	X												
2. SHEET PILING - O/F DOCK (SEE H3 BELOW)																													
3. POWER LINES	XX	X	XX	XX	XX	XX	X	X																					
4. AUTO. PIPE FAD EQUIPMENT	XX	X	XX	XX	XX	XX	X	X																					
G. ENVIRONMENTAL & REPAIR																													
1. GAS-FREE PLANT																													
2. SHEET PILING - REPAIR DOCKS (SEE H4 BELOW)																													
3. RELOCATE REPAIR																													
H. MATERIAL HANDLING																													
1. CRANE FOR STRUCTURALS (SEE A1 ABOVE)																													
2. EXTEND GANTRY RAILS (SEE D4 ABOVE)																													
3. GANTRY - O/F DOCK	X	X	X																										
4. GANTRY - REPAIR DOCK	X	X	X																										
5. STREET IMPROVEMENTS																													
6. HOVER FOR TRANSPORTER																													
7. FORKLIFT FOR SHOP 5	X	X																											
I. ENGINEERING FACILITIES																													
1. H/C DRAFTER	X		XX	XX	XX	X	X																						
2. ADD'L OFFICE SPACE																													
3. PLOTTER FOR COMPUTER DRAWINGS	X		XX	XX	X	X	X																						
4. GRAPHIC SYSTEM - 3D DRAWINGS	X		X	X	X	X	X																						
5. C.A.D. SYSTEM FOR DRAWINGS	X		XX	XX	X	X	X																						
J. WAREHOUSING																													
1. MORE COVERED WISE SPACE	X	X	X																										
2. STORAGE PALLETS	X	X	X																										

- 1) To determine the merit of each proposal by weighing its advantages versus its disadvantages.
- 2) To compare the worth of each proposal relative to the other proposals being considered. This could lead to re-assignment of the priorities of each item as listed in Table T1-8.

Each advantage and disadvantage listed in Table T1-9 obviously does not carry equal weight. Furthermore, in some cases a single advantage for a particular proposal, such as for “pollution control”, may overshadow all other advantages and disadvantages. The table was accordingly developed to indicate whether those advantages and disadvantages pertain to a given proposal to a significant degree, to a moderate degree, or as not applicable.

The list of items included as advantages and disadvantages are general in nature but are representative of the type of effects resulting from almost any proposed facility improvement.

The Livingston Long Range Plan, shown in bar chart form on Table T1-10, was drawn up following analysis of all data in Tables T1-8 and T1-9 and a numerical analysis. The “group” category as determined by the numerical analysis is included in this table. Completion of this chart included a review of the cost of each proposal within specified ranges as given in Table T1-8. The budget plans can be developed for succeeding years based on these cost ranges and the Long Range Plan. This analysis is summarized in the chart below, which specifies the number of projects adopted during each of the next five years within each of the given cost ranges:

TABLE T1-10

LSCo LONG RANGE PLAN

DESCRIPTION	GROUP*	COST**	FISCAL YEAR 1981	FISCAL YEAR 1982	FISCAL YEAR 1983	FISCAL YEAR 1984	FISCAL YEAR 1985
M/C Drafting Machine	I	50-200					
Additional Covered Warehouse Space	I	50-200					
3000 Ton Vertical Press	I	500+					
Extend Gantry Rails	II	50-200					
Forklift for Shop 5	I	10-50					
Additional Engineering Office	III	50-200					
Expand Assembly Slabs	I	200-500					
Extend Shop 6	I	50-200					
Prime Mover for Transporter	II	10-50					
Street Improvements	III	50-200					
New Pipe Shop	I	50-200					
Sheet Piling for Repair Docks	III	500+					
Sheet Piling for Outfitting Docks	III	500+					
Crane for Shop 6 Extension	II	50-200					
Crane for Structural Storage	II	50-200					
Warehouse Storage Pallets	I	10-50					
Enclosed Abrasive Blast House	II	500+					
Relocate Repair Docks	III	200-500					
Track and Gantry for Outfitting Docks	III	200-500					
Track and Gantry for Relocated Repair Docks	III	200-500					
Add Crane for Shop 5	III	50-200					
Add Shop 7 for Sub-Assemblies	I	500+					
Plotter for Engineering Drawings by Computer	II	50-200					
Automatic Pipe Fabrication Equipment	I	10-50					
Graphic System for 3D Engineering Drawings	II	10-50					
Deck House Assembly Area	II	50-200					
Horizontal Shot Blast Facility	III	500+					
Revised Power Line Outlay	III	10-50					
C.A.D. System for Engineering Drawings	II	50-200					

*Group determined by mathematical analysis.

**Cost Ranges (\$000): 10-50 50-200 200-500 500+

CAPITAL (\$000)	NO. PROJECTS PER YEAR				
	1	2	3	4	5
10-50	1	1	1	1	1
50-200	4	3	2	2	2
200-500	1	-	1	2	-
500+	1	2	1	1	1
MIN. \$	910	1160	810	1010	610
MAX. \$	2350	2650	1950	2450	1450

IHI Approach

The method used by IHI to develop a long-range plan is similar in concept to that used by a U. S. shipyard. Formal proposals for major investment items originate with the Section Managers, who submit them to their Department Managers. After making priority selections, the Department Manager submits proposals to the General Superintendent of the shipyard. The proposals are further prioritized for the facility by the General Superintendent and submitted to the Head Office in Tokyo.

A committee meets semi-annually in Tokyo to discuss these major facility requests and to establish a three to five year plan. This plan is subject to review at these meetings. The committee is composed of members of the Facilities, Finance and Production groups. They tour each facility to observe the operations which are being proposed for renewal or improvement; then they review the costs and projected savings associated with the proposals, taking into consideration the previous year's budget, future market potential, and company financial condition. The committee finally sets priorities for major facility investments and allocates budgets accordingly.

Those improvements requiring minor investment, such as new jigs, welding machines, etc. , are handled separately from major investments. Each Department Manager is given a budget from which each Section Manager may suggest expenditures that would benefit his area. Department Managers issue approval for the expenditures based on need, cost, savings, and priority.

A major distinction from normal U. S. procedure is present, however. At IHI, separate budgets are prepared for two types of facility improvements:

- 1) Safety or Environmental Facilities
- 2) Manufacturing Facilities

Those facilities involving safety or environment are given first priority and are reviewed initially by the committee in Tokyo. This includes such items as scaffolding, life nets and pollution control equipment. Other facility improvements are expected to have tangible savings calculated, so that paybacks and returns on investments can be compared. These savings and cost figures are given a follow-up review by the committee to compare the actual with projected figures.

CONCLUSION

The long-range facility plan for Livingston Shipbuilding Company has been developed in accordance with the usual practice of U.S. industry; future markets, machine innovations, government regulations, financial conditions and physical limitations were all considered. Concerning bulker-type ship production Livingston is emphasizing such fundamental items as:

- 1) Improved material flow
- 2) Better material handling equipment
- 3) Enclosed facilities
- 4) Automated equipment
- 5) Increased shop space, fabrication areas and buffer storage
- 6) Additional warehouse space
- 7) Increased outfitting capabilities
- 8) Improved pollution control facilities
- 9) Additional engineering facilities

The Livingston study of Facility Capabilities and Capacity, the improvements suggested by IHI, and the marketing objectives of the company have been considered in developing this long-range plan. The impact of changes as suggested by IHI are evident in the improvements already implemented to date as well as those being considered by Livingston for the next five years.

Long-range planning requires making decisions based on present knowledge to forecast future business directions. Management must be cognizant of the fact that conditions will not change exactly as predicted, but that the long-range plans are based on the best information available at the time the plan is developed. Therefore, it is evident that the long-range plan will require annual updating to take into consideration the unforeseen events that impact the organization's plans for growth. However, the value of long-range planning should be quite apparent in that it specifies the facility modifications and improvements that are required to meet the corporate marketing objectives. Development of a facility plan with corresponding timetables of events will hopefully prevent conflicts in allocations of resources and building of unsatisfactory facilities for the jobs to be done.

This is Livingston's most detailed long-range plan developed over an extended period. The company has an optimistic outlook for future development of the shipbuilding industry and is planning positive steps

to meet the forthcoming challenges at Livingston. A great number of improvements have been made since the inception of the Technology Transfer Program two years ago. Many ideas of both Livingston and IHI personnel have been implemented. The successful implementation of these ideas coupled with the enthusiasm for application of new techniques and concepts indicate the acceptance and continued development of long-range plans at Livingston in the years ahead.